

EXHIBIT 13

PLTF EX 64
Lauricella
06.05.2024STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date: 4/4/2011Company Name
Line of InsuranceUlico Standard of America
SURETY

PRIOR APPROVAL RATE APPLICATION

Completed by: Francis E. LauriceDate: 7/18/2011

Your File #: _____

(15 Characters Maximum)

☐ SERFF ☐ CD (plus 1 paper copy)☒ Paper (1 original plus 1 copy)

Does this filing include a variance request? No ▼

Is this a variance request submitted after the prior approval application to which it applies? No ▼

If yes, provide the applicable CDI File Number: _____

Does this file contain group data? No ▼

Note: Complete page 2 if this is a group filing

Is this a specialty filing? No ▼

Latest applicable CDI file number in this line, subline and/or program: _____

Company Name Ulico Standard of America Casualty CompanyNAIC Company Code 10004Group Name PendingNAIC Group Code PendingOrganized under the Laws of the State of California

DEPARTMENT USE ONLY

Filing No.: 11-6920SERFF No.: N/ADate Filed: 7/29/11Compliance Date: 8/11/11Date Public Notified: AUG 19 2011Deemer Date: OCT 18 2011Intake Analyst: ZAMUDIOMBureau & Senior: LAS-TU-J.Group Filing: Yes ☐ No ☒

X-Reference No.: _____

☐ Rate ☒ New Program ☐ Rule☐ Form ☐ Variance ☒ % ChangeLine Type COMMERCIAL ▼Line of Insurance: SURETY ▼Subline NoneProgram notHome Office 1959 Palomar Oaks Way, Suite 200, Carlsbad, CA 92011Name and Title of Contact Person Francis E. Lauricella, Jr.Toll Free Phone No.: 415 931-9447Fax No.: 415 358-5874Email Address hlauricella@fl-advisors.comMailing Address 475 Gate 5 Road, Suite 320, Sausalito, CA 94965

I declare under penalty of perjury under the laws of the State of California, that the information filed is true, complete, and correct

Francis E. Lauricella, Jr.
Authorized SignatureJuly 18, 2011
Date of Filing415 931-9447
Telephone NumberImportant note: Refer to CDI website at <http://www.insurance.ca.gov/0250-insurers/0800-rate-filings/> for the most current rate template and prior approval factors.

STATE OF CALIFORNIA

DAVE JONES, *Insurance Commissioner*

DEPARTMENT OF INSURANCE

Legal Division, Corporate Affairs Bureau

45 Fremont Street, 24th Floor
San Francisco, CA 94105

Rafael H. Gutierrez
Senior Staff Counsel
TEL: 415-538-4402
E-Mail: Rafael.Gutierrez@insurance.ca.gov
www.insurance.ca.gov



May 17, 2011

Robert J. Cerny, Esq.
BARGER & WOLEN LLP
633 West 5th Street, 47th Floor
Los Angeles, CA 90071

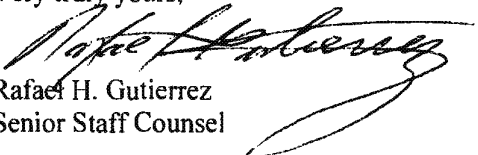
SUBJECT: Ulico Standard of America Casualty Company (a California Corporation)
- Form A Filing Pursuant to California Insurance Code Section 1215.2,
Regarding the Acquisition of Control of Ulico Standard of America
Casualty Company, by Seaview Surety Holding, LLC (a California LLC)
- IDB # 11-2649; File #APP-2011-00470

Dear Mr. Cerny:

By letter dated March 14, 2011, Seaview Surety Holding, Inc. (hereinafter "Seaview"), filed the above subject application, accepted for filing on March 16, 2011, by the California Department of Insurance. Seaview is asking for consent, pursuant to California Insurance Code Section 1215.2, to acquire the issued and outstanding shares of Ulico Standard of America Casualty Company (hereinafter "Ulico"), from Ullico Inc. (hereinafter "Seller"). Seaview will acquire all of the 1,000 issued and outstanding shares of common stock, of Ulico, with a par value of \$3,000.00 per share, for approximately \$5,800,000.00, in cash (US Currency). The effective date of the acquisition will be prior to June 30, 2011.

Based upon the information provided in support of this application, the acquisition of control of Ulico, by Seaview, as described in this application, is hereby approved. This approval is hereby granted pursuant to the authority of California Insurance Code Section 1215.2 only, and does not constitute, signify or imply review or approval under any other California Insurance Code section or any other California Law. Please provide the Department of Insurance, a letter confirming the sale and transfer of Ulico shares from Seller to Seaview, within 30 days of the completion of the transaction.

Very truly yours,


Rafael H. Gutierrez
Senior Staff Counsel

Robert J. Cerny, Esq.
May 17, 2011
Page 2

cc: Louis Quan, FAD-LA
Ann Tang, FAD-LA
Himelda Briones, FAD-LA
Lucia Feng, FAD-LA

Ulico Standard of America Casualty Company

July 18, 2011

The Honorable Dave Jones
Commissioner of Insurance
California State Department of Insurance
45 Fremont Street
San Francisco, CA 94105

Attn: Filings Intake

Re: Ulico Standard of America Casualty Company NAIC: 10004
Surety – Bail Bond Rate & Rule
Prior Approval Submission
Company Filing Number:

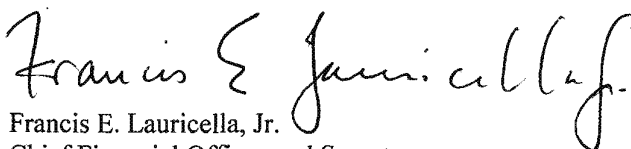
Ulico Standard of America Casualty Company herein submits for review and approval bail bond rates for inclusion with our currently approved surety underwriting plan.

These rates are an adoption of current bail bond rates approved for use by Danielson National Insurance Company, filing CDI 08-1743.

Bail bond rates are submitted for your review as a manual exception page. The manual page, an explanatory memorandum, and verification of the previously approved filing are included for your review.

Enclosed are two copies of this submission and an acknowledgement copy cover. Please contact me directly by phone or email if you require further information or if you have any questions. Your assistance with this submission is greatly appreciated

Sincerely,



Francis E. Lauricella, Jr.
Chief Financial Officer and Secretary
Ulico Standard of America Casualty Company
415 332-4700 Office
415 358-5874 Fax
415 730-8945 Cell

RATE FILING BUREAU--SF
JUL 20 2011
STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE

Ulico Standard of America Casualty Company

Explanatory Memorandum

We are submitting as an adoption bail bond rates identical to those approved for use by Danielson National Insurance Company. Two classes of rates are proposed: a standard rate for all bail bonds, except those classed as qualified, and a rate for bail bonds classed as qualified.

Standard rate is 10% of the bond amount. Qualified rate is 8% of the bond amount. All bail bonds are subject to a minimum premium.

Qualified classification applies to principals with a decreased risk of flight. These principals, as defined in the applicable rule are: individuals who have retained counsel, individuals who are members of a labor union, and individuals who are active duty members or veterans of the U.S. Armed Services and their immediate family.

The standard rate is based on Surety Association of America (SAA) pricing. SAA pricing up to the time they ceased promulgating rates was based on 2% of liability plus 8% service fee. Upon change by insurance departments to an expanded definition of premium for premium tax purposes to include any and all fees, the pricing was simplified to 10% of liability as preferred by insurance departments. The Danielson National Insurance Company rate adopts the standard 10% of liability rate. We adopt the Danielson National Insurance Company standard rate. The qualified rate of 8% approved for Danielson National Insurance Company was based on 2004 accident year experience indicating a lower flight risk for those individuals represented by counsel, having union membership and/or having armed forces association. We adopt the approved qualified rate with the same assumptions.

Our proposed minimum premium is also an adoption of the minimum approved for Danielson National Insurance Company. The minimum is based upon expense experience as garnered by AM Best Aggregates and Averages and managing general agency fixed expenses as used by Danielson National Insurance Company in their approved filing.

Approval for use of these bail bond rates for Ulico Standard of America Casualty Company will provide increased capacity and alternative service to agents and brokers for this necessary service.

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date: 4/4/2011

Company Name: Jlico Standard of America Casualty Company
Line of Insurance: SURETY

PROPERTY AND LIABILITY FILING SUBMISSION DATA SHEET

The purpose of this filing is as follows (More than one may be marked)

TYPE OF FILING

PRIOR APPROVAL RATE APPLICATION
PAGES and EXHIBITS REQUIRED

- | | |
|---|---|
| <input checked="" type="checkbox"/> New Program (Including adoption of advisory organization loss costs, forms and rules.) | Pages 1 through 7, 10, 12, 13 & 14, plus exhibit 17 |
| <input type="checkbox"/> Rates (Including adoption of advisory organization loss costs.) | |
| <input type="checkbox"/> Increase rates | Pages 1 through 10, 13 & 14, plus exhibits |
| <input type="checkbox"/> Decrease rate | Pages 1 through 10, 13 & 14, plus exhibits |
| <input type="checkbox"/> Zero Overall rate impact | Pages 1 through 10, 13 & 14, plus exhibits |
| <input type="checkbox"/> Variance | |
| <input type="checkbox"/> Filed together with the prior approval application to which it applies | Page 11 and exhibit 13 |
| <input type="checkbox"/> Filed after the prior approval application to which it applies. | Pages 1 through 6, 11, plus exhibit 13 |
| <input type="checkbox"/> Coverage Forms (Including adoption of advisory organization forms.) | |
| <input type="checkbox"/> With rate impact | Pages 1 through 10, 12a, 13 & 14 plus exhibits |
| <input type="checkbox"/> Without rate impact | Pages 1 through 5, 12a |
| <input type="checkbox"/> Rules (Including adoption of advisory organization rules) | |
| <input type="checkbox"/> With rate impact | Pages 1 through 10, 12b, 13 & 14 plus exhibits |
| <input type="checkbox"/> Without rate impact | Pages 1 through 5, 12b, Exhibit 20 |

All Private Passenger Automobile class plans must be filed separately from the Prior Approval Rate Applications.

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)

Edition Date: 4/4/2011

Company Name: Ulico Standard of America Casualty Co
Line of Insurance: SURETY

PROPERTY AND LIABILITY FILING SUBMISSION DATA SHEET (Continued)

Proposed Earned Premium Per Exposure 8-10% of bond

Proposed Overall Rate Change na

	<u>COVERAGE*</u>	<u>INDICATED CHANGE (%)</u>	<u>PROPOSED CHANGE (%)</u>	<u>ADJUSTED EARNED PREMIUM*</u>	<u>PROJECTED EARNED PREMIUM</u>
1					2,867,000
2					
3					
4					
5					
6					
7					
8					
9					
10					
	TOTAL:				

Total earned premium must include all income derived from miscellaneous fees and other charges

* Commercial Auto Liability and Physical damage must be combined in one application, with separate rate templates for liability and physical damage

* Adjusted earned premium is the historical earned premium for the most recent year adjusted to the current rate level and trended to the average date of loss of the proposed rating period

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date: 4/4/2011

Company Name: Ulico Standard of America Casualty Company
Line of Insurance: SURETY

FILING CHECKLIST

Use this checklist to assemble a complete application

- ☒ Prior Approval Rate Application, Page 1
- ☒ Group Filing, Page 2
- ☒ Property and Liability Filing Submission
Data Sheet, Page 3
- ☒ Property and Liability Filing Submission
Data Sheet, Page 4
- ☒ Filing Checklist, Page 5
- ☒ Supporting Data Exhibits, Page 6
- ☒ Ratemaking Data and Template (s), Page 7
- ☐ Reconciliation of Direct Earned Premium, Page 8
- ☐ Additional Data Required by Statute, Page 9
- ☒ Miscellaneous Fees and Other Charges, Page 10
- ☐ Variance Request, Page 11
- ☒ Forms and Rules, Page 12
- ☒ Excluded Expenses, Page 13
- ☒ Projected Yield and Federal Income Tax Rate on Investment Income, Page 14
- ☒ Filing Memorandum

See the prior approval rate filing instructions regarding the following attachments.

- ☒ Printed Rate and Rule Manual Pages
- ☒ Underwriting Rules
- ☐ Forms (Attach all independent forms and list all advisory organization forms)
- ☐ Copies of Reinsurance Agreements
(Applies only to Medical Malpractice with facultative reinsurance attachment points above one million dollars and
Earthquake, where the cost of reinsurance is included in the rate development)

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)

Edition Date: 4/4/2011

Company Name:
Line of Insurance: AIRCRAFT

0

SUPPORTING DATA EXHIBITS

Use this document to assemble a complete application

- ☐ Exhibit 1: Filing History
- ☐ Exhibit 2: Rate Level History
- ☐ Exhibit 3: Policy Term Distribution
- ☐ Exhibit 4: Premium Adjustment Factor
- ☐ Exhibit 5: Premium Trend Factor
- ☐ Exhibit 6: Miscellaneous Fees and Other Charges
- ☐ Exhibit 7: Loss and Defense & Cost Containment Expense (DCCE) Development Factors
- ☐ Exhibit 8: Loss and DCCE Trend
- ☐ Exhibit 9: Catastrophe Adjustment
- ☐ Exhibit 10: Credibility Adjustment
- ☐ Exhibit 11: Ancillary Income
- ☐ Exhibit 12: Reinsurance Premium and Recoverables
- ☐ Exhibit 13: Variance
- ☐ Exhibit 14: Insurer's Ratemaking Calculations
- ☐ Exhibit 15: Rate Distribution
- ☐ Exhibit 16: Rate Classification Relativities
- ☒ Exhibit 17: New Program
- ☐ Exhibit 18: Group Filing
- ☐ Exhibit 19: Super Group Corporate Structure Verification (PPA only)
- ☐ Exhibit 20: Rules
- ☒ Exhibit 21:

RATEMAKING DATA				
(Click + to expand for more than 3 years; - to contract)				
Completed by		Francis E. Lauricella, Jr.		
Date Completed		7/18/2011		
Company/Group		Ullico Standard of America Casualty Co		
Line Description		SURETY		
Coverage		Bail Bonds		
Marketing System:		%Captive	%Direct	%Independent (Must add up to 100%)
Prior Effective Date (current rates)				100.00%
Proposed Effective Date (new rates)				
CDI File Number (Department use only)		0		
Does the data provided below reflect a Request for Variance?		No	Variance #:	
Data below is: Accident Year Data				
	2nd Prior Year	1st Prior Year	Most Recent Year	Projected*/ New Program**
1 California Direct Written Premium				3,826,000
2 California Direct Earned Premium				2,867,000
3 Premium Adjustment Factor (Developed in Exhibit 4)				
4 Premium Trend Factor * (Developed in Exhibit 5)				
5 Miscellaneous Fees and Flat Charges (Not included in Line 2; Developed in Exhibit 6)				-
6 Earned Exposure Units				42,111
7 Historic Losses (Projected for New Programs)				115,641
8 Historic Defense and Cost Containment Expense (DCCE)				42,059
9 Loss Development Factor (Developed in Exhibit 7)				
10 DCCE Development Factor (Developed in Exhibit 7)				
11 Loss Trend Factor* (Developed in Exhibit 8)				
12 DCCE Trend Factor* (Developed in Exhibit 8)				
13 Catastrophe Adjustment Factor (Developed in Exh 9)				
14 Credibility Factor for Losses & DCCE (Developed in Exhibit 10)				
15 Excluded Expense Factor (From Page 13)				0.00%
16 Ancillary Income (Developed in Exhibit 11)				-
17 Projected Federal Income Tax Rate on Investment Income (From Page 14)				35.00%
18 Projected Yield (From Page 14)				0.11%
<u>Complete 19, 20 & 21 For Earthquake and certain Medical Malpractice with Reinsurance Only (see instructions)</u>				
19 Direct Commissions				
20 Reinsurance Premium (Developed in Exhibit 12)				
21 Reinsurance Recoverables (Developed in Exhibit 12)				
Variance Change to Leverage on the basis that the insurer either writes at least 90% of its direct earned premium in one line or writes at least 90% of its direct earned premium in California. (Must be accompanied by Variance Request, subject to CDI approval)				
Variance Change to Efficiency Standard (Must be accompanied by Variance Request, subject to CDI approval)				
* For all trend factors, the Projected Column should reflect the annual trend expressed as a percentage.				
** For New Programs, please see Rate Filing Instructions, Page 4.				

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date: 4/4/2011

Company Name: Ulico Standard of America Casualty
Line of Insurance: SURETY

MISCELLANEOUS FEES AND OTHER CHARGES

Do any fees or installment finance charges apply to this program? No ▼

If yes, identify the fee and the amount charged for each type of fee and for each transaction

INDIVIDUAL POLICY CHARGES

	New Business	Renewals
<input type="checkbox"/> Policy fee	_____	_____
<input type="checkbox"/> Installment fee	_____	_____
<input type="checkbox"/> Installment finance charges (ancillary income)	_____ APR	_____
<input type="checkbox"/> Endorsement fee	_____	_____
<input type="checkbox"/> Inspection fee	_____	_____
<input type="checkbox"/> Cancellation fee	_____	_____
<input type="checkbox"/> Reinstatement fee	_____	_____
<input type="checkbox"/> Late fee	_____	_____
<input type="checkbox"/> SR 22	_____	_____
<input type="checkbox"/> Non-sufficient funds (NSF) fee (ancillary income)	_____	_____
<input type="checkbox"/> Membership dues (ancillary income)	_____	_____
<input type="checkbox"/> Other, specify:	_____	_____

Except for installment finance charges, NSF fees, and membership dues, data relating to fees must be included in the ratemaking data, Page 7, Line 2 (direct earned premium) or Line 5 (miscellaneous fees) and Exhibit 6, miscellaneous fees, must be completed. Refer to the instructions for additional information.

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date:

4/4/2011

Company Name: Ulico Standard of America
Line of Insurance: SURETY

FORMS

Insurers who wish to use a new or replacement form in connection with a new or existing program must furnish the following information and documentation for our review. Revisions must be highlighted and the corresponding manual pages must be provided.

FORM NO.	TITLE	TYPE	SOURCE	SOURCE FORM NO *	CATEGORY	Restricts Coverage [Yes/ No]	Broadens Coverage [Yes/ No]	Rate Impact [Yes / No]	% Change	Flat Rate
1) New: BB AP	Application	1	4	LIN 10	1	n	n	n	na	n
Old:										
2) New: BB 01	Bail Bond	3	4	na	1	y	y	y	na	n
Old:										
3) New: BB A 01	Appeal Bond	3	4	LIN 53	1	y	y	y	na	n
Old:										
4) New: BB LD	Disclosure	2	4	LIN DS 4	1	n	n	n	na	n
Old:										
5) New:										
Old:										

REQUIRED RESPONSES FOR THE ITEMS ABOVE

TYPE:

- 1) Application
- 2) Endorsement
- 3) Policy
- 4) Other (Please define)

SOURCE

- 1) ISO*
- 2) Other Advisory Organization*
- 3) Company
- 4) Other (describe)

CATEGORY

- 1) New, mandatory
- 2) New, optional
- 3) Replacement, mandatory
- 4) Replacement, optional
- 5) Withdrawn, mandatory
- 6) Withdrawn, optional

* Provide California Dept. of Insurance number (CDI#) under the column identified as Source Form No.

Additional Information and Documents Required

Describe the purpose of the form or form change

For **NEW FORMS**, furnish a copy of the form to be filed, unless identical to an advisory organization form. If the form is a new endorsement to the policy, describe any changes in coverage under the policy. Describe what adjustments, if any, will be made to the premium due to the introduction of the forms.

For **REVISED FORMS**, describe any changes in coverages between the proposed form and the current form. Reference pertinent sections of each form affected. Brackets [] should be used to identify any deletions on the current form and underline all changes in the revised form. Describe what adjustments, if any, will be made to the premium due to the revisions.

Prior Approval Rate Application
(Forms)

Page 12(a)

Francis E. Lauricella, Jr.
 Chief Financial Officer
 Ulico Standard of America Casualty Company
 1959 Palomar Oaks Way, Suite 200
 Carlsbad, CA 92011

August 9, 2011

Martha Zamudio
 Insurance Rate Analyst - Intake
 California Department of Insurance
 Rate Filing Bureau
 45 Fremont Street, 23rd Floor
 San Francisco, CA 94105

RATE FILING BUREAU--SF
 AUG 10 2011
 STATE OF CALIFORNIA
 DEPARTMENT OF INSURANCE

Dear Ms. Zamudio:

I am writing to respond to your email of August 1 regarding the prior approval rate application that I submitted on July 16 on behalf of Ulico Standard of America Casualty Company ("Ulico Standard"). First, as I explained in our recent phone conversation, I did not indicate executive compensation for Ulico Standard for 2008, 2009, and 2010 because Seaview Surety Holding, LLC, only acquired Ulico Standard on June 30, 2011, following Form A approval by the California Department of Insurance on May 17, 2011 (File # App-2001-00470). (A copy of the Form A approval letter is attached.) Pro forma annual salaries for Ulico Standard's three highest paid executives going forward are as follows:

<u>Executive</u>	<u>Cash & Salary</u>	<u>Bonus</u>
Francis E. Lauricella, Jr.	\$150,000	\$0.0
Patrick J. Kilkenny	\$120,000	\$0.0
Allison M. Sterett	\$90,000	\$0.0

Second, Exhibit 17 is attached.

Finally, Ulico Standard will adopt the forms approved for use by Danielson National Insurance Company, filing CDI 08-1743. As per your request, I have had the Danielson National forms reprinted under the name of Ulico Standard of America Casualty Company. I have attached these forms, along with an index of the forms, for your review.

Please contact me if you have any questions or require any additional information for this filing. Thank you.

Sincerely,

Francis E. Lauricella, Jr.
 (415) 730-8945
 hlauricella@fl-advisors.com

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date: 4/4/2011

Company Name:
Line of Insurance:

Ulico Standard of America Ca:
SURETY

EXCLUDED EXPENSE FACTOR

(Insurer Group Data)

Company Organization: Stock ▼

	(Enter Year)	2nd Prior Year 2008	1st Prior Year 2009	Most Recent Year 2010
Countrywide direct earned premium:		na	na	na
Countrywide direct earned premium for lines of business subject to Proposition 103				

2644.10 (b): Executive Compensation

	2nd Prior Year 2008		1st Prior Year 2009		Most Recent Year 2010	
	Cash & Salary	Bonus	Cash & Salary	Bonus	Cash & Salary	Bonus
1st Highest Paid	0	0	0	0	0	0
2nd Highest Paid	0	0	0	0	0	0
3rd Highest Paid	0	0	0	0	0	0
4th Highest Paid	0	0	0	0	0	0
5th Highest Paid	0	0	0	0	0	0

	2nd Prior Year 2008		1st Prior Year 2009		Most Recent Year 2010	
	Max Permissible Exc Comp	Excessive Compensation	Max Permissible Exc Comp	Excessive Compensation	Max Permissible Exc Comp	Excessive Compensation
1st Highest Paid	174,311	0	174,311	0	174,311	0
2nd Highest Paid	123,071	0	123,071	0	123,071	0
3rd Highest Paid	92,906	0	92,906	0	92,906	0
4th Highest Paid	87,048	0	87,048	0	87,048	0
5th Highest Paid	81,141	0	81,141	0	81,141	0

Total Excessive Executive Comp: 0 0 0

Prior Approval Rate Application
(Excluded Expense Factor)

P13a

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)

Company Name:
Line of Insurance:

Ulico Standard of America Ca:
SURETY

Excluded Expense Factor

Countrywide Data	2nd Prior Year 2008	1st Prior Year 2009	Most Recent Year 2010
2644 10 (a) Political contribution and lobbying	0	0	0
2644 10 (b) Excessive Executive Compensation	0	0	0
2644 10 (c) Bad faith judgments and associated DCCE			
2644 10 (d) All costs for unsuccessful defense of discrimination claims			
2644 10 (e) Fines and penalties			
2644 10 (f) Institution advertising expenses			
2644 10 (g) Excessive payments to affiliates			
Total excluded expenses	0	0	0
Excluded expense factor	0.00%	0.00%	0.00%
3-year average excluded expense factor	0.00%		

Prior Approval Rate Application
(Excluded Expense Factor)

P13b

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date: 4/4/2011

Company Name: Ulico Standard of America Casualty Company
Line of Insurance: SURETY

PROJECTED YIELD AND FEDERAL INCOME TAX RATE ON INVESTMENT INCOME

Line number	Short Term Assets	Intermediate Term Assets		Long Term Assets	
	One year or less	Over 1 yr through 5 yrs	Over 5 yrs through 10 yrs	Over 10 yrs through 20 yrs	Over 20 yrs
1.7 US governments	6,267,064		111,966		
2.7 All other governments					
3.7 States, territories and possessions					
4.7 Political subdivisions					
5.7 Special revenue and assessment obligations					
6.7 Public utilities unaffiliated					
7.7 Industrial and miscellaneous					
8.7 Credit tenant loans					
9.7 Parent, subsidiaries and affiliates					
	<u>One year or less</u>	<u>Over 1 year through 10 years</u>		<u>Over 10 years</u>	
(1) US government bonds Sum of line 1.7 and 2.7	6,267,064		111,966		0
(2) Other taxable bonds Sum of line 6.7, 7.7, 8.7, 9.7 and half of 5.7	0		0		0
(3) Tax exempt bonds Sum of line 3.7, 4.7, and half of 5.7	0		0		0

Data on line 1.7 through 9.7 are from the insurer group's most recent consolidated statutory annual statement, schedule D, part 1A, section 1.

Page 14a

Prior Approval Rate Application
(Yield Tax Worksheet)

PROJECTED YIELD AND FEDERAL INCOME TAX RATE ON INVESTMENT INCOME

	Invested Assets [1]	Currently Available Yield * [2]	Return On Invested Assets [3]=[1]*[2]	Federal Income Tax Rate [4]	Federal Income Taxes [5]=[3]*[4]
(1) US government bonds					
(A) Short	\$,267,064	0.05%	3,134	35.00%	1,097
(B) Intermediate	111,966	3.21%	3,594	35.00%	1,258
(C) Long	0		0	35.00%	0
(2) Other taxable bonds					
(A) Short	0		0	35.00%	0
(B) Intermediate	0		0	35.00%	0
(C) Long	0		0	35.00%	0
(3) Tax exempt bonds					
(A) Short	0		0	5.25%	0
(B) Intermediate	0		0	5.25%	0
(C) Long	0		0	5.25%	0
(4) Common Stock					
(A) Dividends			0	14.18%	0
(B) Capital gains			0	34.10%	0
(5) Preferred stock dividends			0	14.18%	0
(6) Mortgage loans			0	35.00%	0
(7) Real estate			0	35.00%	0
(8) Cash**	-2,605	0.05%	-1	35.00%	0
(9) Other***					
(A) Dividends			0	14.18%	0
(B) Capital gains			0	34.10%	0
(10) Total					
Sum of line (1) thru (9)	\$,376,425		6,726		2,354

Data in column [1], line 4 through (9), are from the insurer group's most recent consolidated statutory annual statement page 2 - Assets.

* Currently available yields are defined in CCR §2644.20. Latest values are posted at <http://www.insurance.ca.gov/0250-insurers/0800-rate-filings/0200-prior-approval-factors/>

** Annual statement page 2, line 5, cash only. Cash equivalents and short-term investments are included in Schedule D.

*** Annual statement page 2, line 6 through 9.

Page 14b

Prior Approval Rate Application
(Yield Tax Worksheet)

PROJECTED YIELD AND FEDERAL INCOME TAX RATE ON INVESTMENT INCOME

	Invested Assets [1]	Currently Available Yield [2]	Return On Invested Assets [3]=[1]*[2]	Federal Income Tax Rate [4]	Federal Income Taxes [5]=[3]*[4]
(10) Total line (10) exhibit 13, page 2	<u>6,376,425</u>		<u>6,726</u>		<u>2,354</u>
(11) Investment expense Annual Statement (AS) page 11, line 25				35.00%	<u>0</u>
(12) Total after investment expense line (10) - line (11)	<u>6,376,425</u>		<u>6,726</u>		<u>2,354</u>
(13) Federal income tax rate line (12) column [5] / column [3]				<u>35.00%</u>	
(14) Projected yield on invested assets line (12) column [3] / column [1]		<u>0.11%</u>			

Most Recent Year

(15) Loss reserves AS page 3, line 1	<u>0</u>
(16) Loss adjustment expense reserves AS page 3, line 3	<u>0</u>
(17) Unearned premium reserves AS page 3, line 9	<u>0</u>
(18) Surplus as regards to policyholders AS page 3, line 35	<u>6,273,990</u>
(19) Total reserves and surplus Sum of line (15) to (18)	<u>6,273,990</u>

(20) Projected yield adjusted to reserve and surplus base line (14) * line (12) / line (19)	<u>0.11%</u>
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Page 14c

Exhibit 17 – New Program

Ulico Standard of America Casualty Company is submitting as an adoption bail bond rates identical to those approved for use by Danielson National Insurance Company, filing CDI 08-1743. Two classes of rates are proposed: a standard rate for all bail bonds, except those classed as qualified, and a rate for bail bonds classed as qualified.

Standard rate is 10% of the bond amount. Qualified rate is 8% of the bond amount. All bail bonds are subject to a minimum premium.

Qualified classification applies to principals with a decreased risk of flight. These principals, as defined in the applicable rule are: individuals who have retained counsel, individuals who are members of a labor union, and individuals who are active duty members or veterans of the U.S. Armed Services and their immediate family.

The standard rate is based on Surety Association of America (SAA) pricing. SAA pricing up to the time they ceased promulgating rates was based on 2% of liability plus 8% service fee. Upon change by insurance departments to an expanded definition of premium for premium tax purposes to include any and all fees, the pricing was simplified to 10% of liability as preferred by insurance departments. The Danielson National Insurance Company rate adopts the standard 10% of liability rate. We adopt the Danielson National Insurance Company standard rate. The qualified rate of 8% approved for Danielson National Insurance Company was based on 2004 accident year experience indicating a lower flight risk for those individuals represented by counsel, having union membership and/or having armed forces association. We adopt the approved qualified rate with the same assumptions.

Our proposed minimum premium is also an adoption of the minimum approved for Danielson National Insurance Company. The minimum is based upon expense experience as garnered by AM Best Aggregates and Averages and managing general agency fixed expenses as used by Danielson National Insurance Company in their approved filing.

Approval for use of these bail bond rates for Ulico Standard of America Casualty Company will provide increased capacity and alternative service to agents and brokers for this necessary service.

<u>FORM NUMBER</u>	<u>FORM TITLE</u>
AL-10	Application for Surety Bail Bond
UL-0100	Indemnity Agreement for Surety Bail Bond
AL-0101	Amendment to Indemnity Agreement
ALGC	General Conditions of Bail
UL-0202	Disclosure Statement
UL-0200	Deed of Trust
UL-0201	Authorization Re Deed of Trust
UL-0001	Bail Bond Face Sheet
UL-0600	Indemnitor Order of Surrender
UL-0700	Bail Bond Rates
UL-0601	Authorization to Arrest
UL-0002	Appeal Bail Bond
UL-0003	Indictment Bail Bond
AL-PN	Promissory Note
UL-0401-01	Bail Bond Power of Attorney
UL-0401-02	Statement of Charges
UL-0401-03	Receipt for Collateral Deposited
AL-SBP1	Supervised Bail Program
AL-SBP2	Supervised Bail Program
ALSC-60	Statement of Charges (BMA)
ALPR-61	Payment Receipt (BMA)

APPLICATION FOR SURETY BAIL BOND**Defendant Information**

Check-In Completed By _____

ALL INFORMATION LISTED IS MANDATORY AND MUST BE COMPLETED EACH TIME A DEFENDANT IS RELEASED ON BAIL WITH ALADDIN BAIL BONDS.

Name _____ A.K.A. _____
 Home Phone (____) _____ Cell/Pager (____) _____ Work (____) _____
 D.O.B. _____ S.S.# _____ Driver License or A.D.# _____ State Issued _____
 Sex _____ Race _____ Height _____ Weight _____ Hair _____ Eyes _____ Glasses _____ Facial Hair _____
 I.D. Marks _____ E-Mail _____
 Place of Birth: City _____ State _____ US Citizen / Resident Alien / None **▲** Addresses to cover the last 5 years
 Current Address _____ City _____ Zip _____ How Long _____
 Previous Address _____ City _____ ST _____ How Long _____
 Previous Address _____ City _____ ST _____ How Long _____
 # of Yrs. in: City _____ Cnty _____ ST _____ U.S. _____ Name of Last: City _____ State _____
 Employer _____ Address _____ \$/Month _____
 Occupation _____ Dept. _____ Superior _____ How Long _____
 Previous Employer _____ City _____ When _____
 Significant Other's Name _____ Maiden _____ Legally Married Yes / No
 Sig. Other's Employer _____ Address _____
 Phone (____) _____ Occupation _____ How Long _____ \$/Month _____
▲ Minor Kids Names & Ages _____ Live With **▲** Yes / No
 Kids live With (____) _____ Address _____ Phone (____) _____
▲ Mother _____ Address _____ City _____ Phone (____) _____
▲ Father _____ Address _____ City _____ Phone (____) _____
 Sig. Other's Mother _____ Address _____ City _____ Phone (____) _____
 Sig. Other's Father _____ Address _____ City _____ Phone (____) _____
 Ref. (____) _____ Address _____ City _____ Phone (____) _____
 Ref. (____) _____ Address _____ City _____ Phone (____) _____
 Ref. (____) _____ Address _____ City _____ Phone (____) _____
 (Auto) Year _____ Make _____ Model _____ License# _____ Color _____
 Bank Name _____ Branch Location _____ Account # _____
 Real Property: Address _____ Value _____ Loan Balance _____ Year Purchased _____
 Previous Arrest: Charge _____ Date ____/____/____ Outcome _____
 Charge _____ Date ____/____/____ Outcome _____
 Currently On ☐ Probation ☐ Parole ☐ None, Probation or Parole Officer _____ Phone (____) _____
 Attorney Name _____ City _____ Phone (____) _____
 Date Arrested _____ Co Defendants _____
 Where Arrested _____ Arresting Agency _____
 Other Information: _____
 I certify that the above information is true and correct. I also authorize Aladdin Bail Bonds to run credit reports and verification of employment
 Signature _____ Date _____

Co-Signor Information

Negotiating Agent _____

ALL INFORMATION LISTED IS MANDATORY AND MUST BE COMPLETED EACH TIME A DEFENDANT IS RELEASED ON BAIL WITH ALADDIN BAIL BONDS.

Name _____ Relation to Def. _____ Yrs. _____
 Home Phone (____) _____ Cell/Pager (____) _____ Work (____) _____
 D.O.B. _____ S.S.# _____ Driver License or A.D.# _____ State Issued _____
 Place of Birth: City _____ State _____ US Citizen / Resident Alien / None
 # of Yrs. in: City _____ Cnty _____ ST _____ U.S. _____ E-Mail _____
 Address _____ City _____ Zip _____ How Long _____
 Employer _____ Address _____
 Occupation _____ Superior _____ How Long _____ Monthly Income \$ _____
 Significant Other's Name _____ Legally Married Yes / No
 Sig. Other's Employer _____ Address _____
 Phone (____) _____ Occupation _____ How Long _____ Monthly Income \$ _____
 (Auto) Year _____ Make _____ Model _____ License# _____ Color _____
 Bank Name _____ Branch Location _____ Account # _____
 Real Property: Address _____ Value _____ Loan Balance _____ Year Purchased _____
 Other Information: _____
 I certify that the above information is true and correct. I also authorize Aladdin Bail Bonds to run credit reports and verification of employment.
 Signature _____ Date _____

Defendant's Name: _____

Co-Signor Information Negotiating Agent

ALL INFORMATION LISTED IS MANDATORY AND MUST BE COMPLETED EACH TIME A DEFENDANT IS RELEASED ON BAIL WITH ALADDIN BAIL BONDS.

Name _____ Relation to Def. _____ Yrs. _____
 Home Phone () _____ Cell/Pager () _____ Work () _____
 D.O.B. _____ S.S.# _____ Driver License or I.D.# _____ State Issued _____
 Place of Birth: City _____ State _____ US Citizen / Resident Alien / None _____
 # of Yrs. In: City _____ Cnty _____ ST _____ U.S. _____ E-Mail _____
 Address _____ City _____ Zip _____ How Long _____
 Employer _____ Address _____
 Occupation _____ Superior _____ How Long _____ Monthly Income \$ _____
 Significant Other's Name _____ Legally Married Yes / No _____
 Sig. Other's Employer _____ Address _____
 Phone () _____ Occupation _____ How Long _____ Monthly Income \$ _____
 (Auto) Year _____ Make _____ Model _____ License# _____ Color _____
 Bank Name _____ Branch Location _____ Account # _____
 Real Property: Address _____ Value _____ Loan Balance _____ Year Purchased _____
 Other Information: _____
 I certify that the above information is true and correct. I also authorize Aladdin Bail Bonds to run credit reports and verification of employment.
 Signature _____ Date _____

Co-Signor Information Negotiating Agent

ALL INFORMATION LISTED IS MANDATORY AND MUST BE COMPLETED EACH TIME A DEFENDANT IS RELEASED ON BAIL WITH ALADDIN BAIL BONDS.

Name _____ Relation to Def. _____ Yrs. _____
 Home Phone () _____ Cell/Pager () _____ Work () _____
 D.O.B. _____ S.S.# _____ Driver License or I.D.# _____ State Issued _____
 Place of Birth: City _____ State _____ US Citizen / Resident Alien / None _____
 # of Yrs. In: City _____ Cnty _____ ST _____ U.S. _____ E-Mail _____
 Address _____ City _____ Zip _____ How Long _____
 Employer _____ Address _____
 Occupation _____ Superior _____ How Long _____ Monthly Income \$ _____
 Significant Other's Name _____ Legally Married Yes / No _____
 Sig. Other's Employer _____ Address _____
 Phone () _____ Occupation _____ How Long _____ Monthly Income \$ _____
 (Auto) Year _____ Make _____ Model _____ License# _____ Color _____
 Bank Name _____ Branch Location _____ Account # _____
 Real Property: Address _____ Value _____ Loan Balance _____ Year Purchased _____
 Other Information: _____
 I certify that the above information is true and correct. I also authorize Aladdin Bail Bonds to run credit reports and verification of employment.
 Signature _____ Date _____

Co-Signor Information Negotiating Agent

ALL INFORMATION LISTED IS MANDATORY AND MUST BE COMPLETED EACH TIME A DEFENDANT IS RELEASED ON BAIL WITH ALADDIN BAIL BONDS.

Name _____ Relation to Def. _____ Yrs. _____
 Home Phone () _____ Cell/Pager () _____ Work () _____
 D.O.B. _____ S.S.# _____ Driver License or I.D.# _____ State Issued _____
 Place of Birth: City _____ State _____ US Citizen / Resident Alien / None _____
 # of Yrs. In: City _____ Cnty _____ ST _____ U.S. _____ E-Mail _____
 Address _____ City _____ Zip _____ How Long _____
 Employer _____ Address _____
 Occupation _____ Superior _____ How Long _____ Monthly Income \$ _____
 Significant Other's Name _____ Legally Married Yes / No _____
 Sig. Other's Employer _____ Address _____
 Phone () _____ Occupation _____ How Long _____ Monthly Income \$ _____
 (Auto) Year _____ Make _____ Model _____ License# _____ Color _____
 Bank Name _____ Branch Location _____ Account # _____
 Real Property: Address _____ Value _____ Loan Balance _____ Year Purchased _____
 Other Information: _____
 I certify that the above information is true and correct. I also authorize Aladdin Bail Bonds to run credit reports and verification of employment.
 Signature _____ Date _____

INDEMNITY AGREEMENT FOR SURETY BAIL BOND

RECITAL

The following is a bail bond contract/indemnity agreement between you (as the defendant or indemnitor(s)), Two Jinn, Inc. dba Aladdin Bail Bonds ("Aladdin"), and ULICO Standard of America Casualty Company ("ULICO") (collectively "we" and/or "us"). It provides for, among other things, the consequences to you as a result of failing to pay the bail bond premium and/or the defendant's failure to appear in court as ordered.

In order to keep the bail bond in force and the defendant out of jail, you must (1) pay the bail bond premium, and (2) ensure that the defendant appears in court on the required dates. If a bail bond premium is not fully paid and/or the defendant does not appear in court as ordered, we may surrender the defendant back to the custody of the court and charge you for all expenses incurred in locating, capturing, and returning the defendant to court. Additionally, **IN THE EVENT WE ARE UNABLE TO RETURN THE DEFENDANT TO COURT WITHIN THE TIME PRESCRIBED BY LAW AND MUST PAY THE FULL PENAL AMOUNT OF THE BAIL BOND, YOU ARE RESPONSIBLE TO REIMBURSE US FOR ALL AMOUNTS WE MUST PAY, INCLUDING THE PENAL SUM OF THE BOND, INVESTIGATION COSTS, COURT COSTS, AND ATTORNEYS' FEES (INCLUDING ATTORNEYS' FEES INCURRED RECOVERING THESE AMOUNTS FROM YOU).** In such an event, any premium amounts paid by you will not offset your obligation for the full penal amount of the bond.

Please carefully review each of the terms and conditions of the following bail bond contract/indemnity agreement.

INDEMNITY AGREEMENT FOR SURETY BAIL BOND

This Indemnity Agreement ("Agreement") is effective as of _____, 20____. In consideration for the executing, arranging, and continuance of the undertaking of bail for _____ (the "Principal" or "Defendant") in the penal amount of \$_____ ("Bail Bond"), the undersigned Indemnitor(s) agrees to pay the Bail Bond premium(s) and to indemnify Aladdin Bail Bonds ("Aladdin") and ULICO Standard of America Casualty Company ("ULICO") as follows:

1. General Conditions of Bail. As a further condition to Aladdin and/or Surety maintaining the Bail Bond, Indemnitor(s) and Principal/Defendant agree that their failure to satisfy any of the following conditions constitutes a breach of this Agreement and may result in Defendant's surrender to custody without return of premium:

(a) **THE DEFENDANT MUST RETURN TO ALADDIN'S OFFICE IMMEDIATELY UPON RELEASE FROM JAIL.** Failure to do so may result in the Defendant being surrendered back to custody in accordance with paragraph 5 below ("Surrender"), and additional fees may be owed pursuant to paragraph 4 below ("Indemnification").

(b) The Defendant must **APPEAR AT ALL COURT DATES** in person as ordered by the court.

(c) If the defendant fails to appear in court, he/she must contact Aladdin immediately for possible bail bond reinstatement. If reinstatement is approved by Aladdin, the Defendant must submit the reinstatement document provided by Aladdin to the clerk of the court immediately or it will otherwise be void. Please be advised that under these circumstances the Defendant's warrant is still active until he/she has appeared in court and the judge has recalled the warrant

(d) As more fully set forth in paragraph 4 below, the **Defendant and Indemnitor(s) are responsible for any and all expenses incurred by Aladdin or its Surety as a result of the Defendant's failure to appear for scheduled court dates.**

(e) The Defendant and Indemnitor(s) must notify Aladdin if they (or any of them) change their residence address, business address, telephone numbers, or employment.

(f) The Defendant and Indemnitor(s) shall remain liable hereunder until such time as the Bail Bond is exonerated and Aladdin and/or Surety are fully indemnified for any losses pursuant to paragraph 4 below ("Indemnification").

(g) **Supervised Bail.** The Defendant may be placed on supervised bail at any time in Aladdin's sole discretion. If placed on supervised bail, Defendant must check in with Aladdin or its designee as requested by Aladdin.

2. Premium. Indemnitor(s) shall pay Aladdin \$_____ for continuance of the Bail Bond (the "Premium"). The Premium is fully earned upon the release of the Principal. The fact that the Principal may have been improperly arrested, or his bail reduced or his case dismissed, shall not obligate the return of any portion of said Premium. In the event any Premium due is not paid upon demand, Aladdin and/or Surety maintain the right to surrender the Principal as provided by law, in addition to exercising any other available legal remedies arising from this Agreement. Any amounts due hereunder shall bear interest at the maximum rate allowed by law. Time is of the essence as to all payments.

3. Collateral. Aladdin and/or Surety may require Indemnitor(s) to deposit money or other property as collateral in an amount or value which Aladdin and/or Surety determines, in their sole and absolute discretion, sufficient to protect against the risk of Bail Bond forfeiture and/or summary judgment ("Collateral"). If as a result of judicial action bail is increased, Aladdin and/or Surety may demand such additional Collateral as they determine necessary to protect against the increased risk. In the event Indemnitor(s) or Principal misrepresents or conceals

information which would have been material to Aladdin and/or Surety's decision to execute the Bail Bond, or otherwise takes any action which creates an increase in the risk of Bail Bond forfeiture, Indemnitor(s) shall, upon demand, deposit Collateral in an amount or value equivalent to the full penal amount of the Bail Bond. Indemnitor(s) authorizes Aladdin and/or Surety to levy upon Collateral in any lawful manner to recover sums due under this Agreement for unpaid Premium, indemnity obligations, fees, costs, expenses, and/or other liabilities for which Indemnitor(s) has agreed to indemnify Aladdin and/or Surety hereunder. Following exoneration or other final disposition of the Bail Bond and following the application of Collateral to satisfy Indemnitor(s)'s obligations, any excess Collateral shall be immediately returned to the depositor.

4. Indemnification. To the fullest extent permitted by law, Indemnitor(s) agrees to indemnify and reimburse Aladdin and/or Surety for any and all losses, damages, judgments, attorneys' fees (including the reasonable value of services performed by Aladdin and/or Surety's in-house legal staff, claims staff, and/or investigative staff), costs, expenses, or liability of any kind whatsoever arising out of or relating to the following:

- (1) the Principal and/or Indemnitor(s)'s breach of any of the terms and conditions of this Agreement;
- (2) false or misleading information provided by Principal/Indemnitor(s) in the Bail Bond Application (the contents of which are incorporated herein by reference);
- (3) searching for, recapturing, and/or returning the Principal to custody prior to the entry of summary judgment on the Bail Bond;
- (4) making application to a court for an order to vacate or to set aside the order of Bail Bond forfeiture or summary judgment entered thereon;
- (5) payment of a judgment on the forfeiture of the Bail Bond;
- (6) any action or proceeding commenced by Aladdin and/or Surety to enforce this Agreement; and
- (7) any expenses incurred by Aladdin and/or Surety as a result of the Principal's refusal to cooperate with the arrangement and/or execution of the Bail Bond (or any renewal or substitution thereof) once Aladdin and/or Surety have initiated arrangements with the court and/or detention facility.

Principal and Indemnitor(s) understand and agree that Aladdin or Surety's own active or passive negligence in connection with investigation and handling of claims forfeitures shall not in any way cancel or limit Principal and Indemnitor(s)'s indemnity obligations. Defendant and Indemnitor(s) fully assume the risk of the Defendant's non-appearance. Indemnitor(s) further agrees to fully cooperate and assist Aladdin and/or Surety in securing the release and exoneration of the Bail Bond, including the surrender of the Principal to court should Aladdin and/or Surety deem such action advisable.

5. Surrender. In the event of Bail Bond forfeiture, or the Principal and/or Indemnitor(s)'s failure to abide by the terms of this Agreement, Aladdin and/or Surety maintain the right to surrender the Principal as provided by law. Aladdin and/or Surety shall not surrender the Principal to custody prior to the time specified in the Bail Bond for the appearance of the Principal, or prior to any occasion when the presence of the Principal in court is lawfully required, without first returning all Premium paid, unless as a result of judicial action, information concealed or misrepresented by the Principal and/or Indemnitor(s), or other reasonable cause, any one of which was material to the risk to be assumed by Aladdin and/or Surety, the risk was substantially increased.

6. Indemnitor Representations & Warranties. Indemnitor(s) represents and warrants that (1) all statements and/or information provided on or in connection with the Bail Bond Application are true and accurate; (2) Indemnitor(s) will advise Aladdin and/or Surety of any change in such information within 48 hours of learning of the change (including but not limited to (i) changes of address or employment of either the Principal or Indemnitor(s), or (ii) any other material change in circumstances), and that Indemnitor's failure to so advise shall be reasonable cause for the immediate surrender of the Principal; (3) Indemnitor(s) has read and knows the contents of the Bail Bond Agreement and this Agreement, and has received copies of each document included therein; (4) Indemnitor(s) is the true and lawful owner of all Collateral or other property set forth in the Bail Bond Application, and Indemnitor(s) shall not transfer or otherwise encumber said property without first satisfying all outstanding liability for the Bail Bond.

7. Additional Bail Bonds. In the event additional Aladdin bail bonds are executed for the same charge for which the above mentioned Bail Bond was executed, or any other charge arising out of the same criminal matter, this Agreement shall apply equally to those bonds.

8. Joint & Several Obligations. The obligations hereunder are joint and several. Indemnitor(s) expressly waives the benefits of any law requiring Aladdin and/or Surety to seek available remedies from the Principal prior to proceeding against Indemnitor(s) hereunder.

9. Governing Law. This Agreement shall be governed, construed, and interpreted in accordance with the laws of the State of California.

10. Integrated Agreement. Indemnitor(s) acknowledges and agrees that no promises or representations were made to Indemnitor(s) which do not appear written herein and that this Agreement contains the entire agreement between Indemnitor(s), Aladdin and Surety on the subject matter hereof. Indemnitor(s) further acknowledges and agrees that all prior statements, agreements, understandings or promises, written or oral, are superseded by this Agreement. This Agreement may only be modified by a writing signed by authorized representatives of the parties.

IN WITNESS WHEREOF, Indemnitor(s) acknowledges that in executing and continuing the Bail Bond, Aladdin and/or Surety is relying on this Agreement and the statements made by Indemnitor(s) in connection herewith, and as such, the undersigned Indemnitor(s) enters into this Agreement by signing below.

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Principal/Defendant

SIGNATURE _____ NAME _____

ADDRESS _____

INDEMNITY AGREEMENT FOR SURETY BAIL BOND ULICO STANDARD OF AMERICA CASUALTY COMPANY

Defendant Name _____ Date of Bonds _____

Bond 1

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 2

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 3

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 4

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 5

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 6

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 7

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 8

Amount \$ _____ Number _____ Case # _____

Charges _____

**Total
Amount
of Bail \$** _____

STATEMENT OF INFORMATION REQUIRED BY SECTION 2100, CALIFORNIA REGULATORY CODE, AND WHICH MAY BE REQUIRED IN OTHER STATES

_____ Full Name of person supplying information	_____ Name of person negotiating bail	_____ Name of person receiving information
_____ Address	_____ Address	_____ Date and time information received
_____ Connection or relationship to defendant	_____ Connection or relationship to defendant	_____ Manner in which information received
_____ If same was defendant, how did he communicate?	_____ Name of licensee who negotiated transaction	_____ Name of other agent involved and commission paid
If writ _____ Name of Attorney	_____ Name and sum paid unlicensed persons and service performed	

Was consideration other than money received? YES ☐ NO ☐ If yes, explain in detail and attach statement.

UL-0100 (08-11)

AMENDMENT TO INDEMNITY AGREEMENT FOR SURETY BAIL BOND

This Amendment to Indemnity Agreement for Surety Bail Bond ("Amendment") is effective as of _____, 20____ ("Effective Date"), by and between Aladdin Bail Bonds ("Aladdin") and _____ ("Indemnitor") (each a "Party" and collectively the "Parties").

RECITAL

Aladdin is in the business of providing surety bail bonds for criminal defendants. In connection with _____ County Superior Court Case No. _____, the court has set bail for criminal defendant _____ (the "Defendant") in the total penal amount of \$_____. In exchange for providing Bail Bond # _____ (and/or such other bonds in connection with the above case) (the "Bond"), the Defendant and/or other indemnitors have agreed to (1) pay Aladdin a premium in the amount of \$_____ (the "Premium"); and (2) indemnify Aladdin for any expenses incurred in the event of the Bond's forfeiture. As inducement for the above named Indemnitor to execute the Indemnity Agreement for Surety Bail Bond (the "Bond Contract"), Aladdin has agreed to limit Indemnitor's obligations thereunder solely with respect to the Premium payment as provided in this Amendment.

AMENDMENT

In consideration of the above Recital and for valuable consideration, the Parties agree as follows:

1. **Limited Liability for Continuing Premium Payments/Void After Forfeiture Expense.** Other than amounts paid as an initial down payment toward Premium, if any, Indemnitor shall not be responsible to pay Aladdin any remaining portion of the Premium due for the Bond, provided however, the Bond does not become forfeited. In the event Aladdin incurs any expense as a result of Bond forfeiture, Indemnitor shall be liable for all Premium due in addition to any and all expenses incurred as a result of the Bond's forfeiture, including but not limited to the total penal amount of the Bond, all as set forth in the Bond Contract. This Amendment applies solely to the above named Indemnitor and may not be assigned for the benefit of any other party.
2. **Other Portions of Bond Contract Unaffected.** The Parties agree that this Amendment does not in any way affect, limit, or alter Indemnitor's obligations under the Bond Contract with respect to contingent liability for Bond forfeiture. All such obligations, including the terms and conditions of the Bond Contract which are expressly incorporated herein by reference, shall continue in full force and effect.
3. **Integrated Agreement.** The Parties acknowledge and agree that no promises or representations were made to them which do not appear written herein and that this Amendment and the Bond Contract contain the entire agreement of the Parties on the subject matter thereof. The Parties further acknowledge and agree that all prior statements, agreements, understandings or promises, written or oral, are superseded by the Bond Contract and this Amendment.

IN WITNESS WHEREOF, the Parties have executed this Amendment, effective _____, 20_____.

Aladdin Bail Bonds:

Indemnitor:

AGENT SIGNATURE

PRINT INDEMNITOR NAME

PRINT AGENT NAME

INDEMNITOR SIGNATURE



WE GET YOU OUT, WE GET YOU THROUGH IT.®

GENERAL CONDITIONS OF BAIL

DEF. / IND.
INITIALS

THE DEFENDANT MUST RETURN TO THIS OFFICE IMMEDIATELY UPON RELEASE FROM JAIL. Failure to do so may result in the defendant being surrendered back to custody and additional fees may be applied. _____/_____

The Defendant must APPEAR AT ALL COURT DATES in person as ordered by the court. _____/_____

The Defendant shall CONTACT ALADDIN BAIL BONDS AFTER EACH COURT DATE and report his/her next court date(s). _____/_____

If the defendant fails to appear in court, he/she must contact our office immediately for possible bail bond reinstatement. The reinstatement request must be submitted to the clerk of the court immediately or the letter will be void. Please be advised, the defendant's warrant is still active until he/she has appeared in court and the judge has recalled the warrant. _____/_____

The Defendant and Indemnitor(s) are responsible for any and all expenses incurred, resulting from the Defendant's Failure to Appear for scheduled court dates. _____/_____

The Defendant and/or Indemnitor(s) must notify Aladdin Bail Bonds if any change is made to his/her residence, phone number or employment. _____/_____

The Defendant and Indemnitor(s) are liable for said Bail Bond(s) until Exonerated by the court. _____/_____

The premium for said Bail Bond is fully earned upon the Defendant's release from jail. The fact the Defendant may have been improperly arrested or his/her bail reduced or his/her case dismissed, shall not obligate the return of any portion of said premium.

NO REFUND UPON RELEASE. _____/_____

I / We have read and understand the above conditions,

Indemnitor Signature _____

Print Name _____

Date _____

Indemnitor Signature _____

Print Name _____

Date _____

Indemnitor Signature _____

Print Name _____

Date _____

Indemnitor Signature _____

Print Name _____

Date _____

Defendant Signature _____

Print Name _____

Date _____

AL-GC (10/05) 12

ULICO STANDARD OF AMERICA CASUALTY COMPANY
DISCLOSURE STATEMENT

Bail Agency: _____

Bond Number: _____

Bond Amount: _____

Defendant: _____

ATTENTION

**DISCLOSURE OF LIEN AGAINST REAL PROPERTY.
DO NOT SIGN THIS DOCUMENT UNTIL YOU READ
AND UNDERSTAND IT!**

**THIS BAIL BOND WILL BE SECURED BY REAL PROPERTY YOU
OWN OR IN WHICH YOU HAVE AN INTEREST. THE FAILURE TO PAY
THE BAIL BOND PREMIUMS WHEN DUE OR THE FAILURE OF THE
DEFENDANT TO COMPLY WITH THE CONDITIONS OF BAIL COULD
RESULT IN THE LOSS OF YOUR PROPERTY!**

After you have read the above Disclosure Statement and received a completed copy of the Bail Bond Agreement and the Deed of Trust, please execute this Disclosure Statement in the space provided below, acknowledging that you have read and understood this Disclosure Statement and that you have received a completed copy of the Bail Bond Agreement and the Deed of Trust. You will be asked to execute this document again, in the corresponding space provided below, upon delivery to you of a full Satisfaction of Mortgage, which, upon recordation terminates the lien on your real property created by the Mortgage Deed.

**I HAVE READ AND UNDERSTAND THE ABOVE DISCLOSURE STATEMENT AND HAVE RECEIVED
A COMPLETED COPY OF THE BAIL BOND AGREEMENT AND MORTGAGE DEED.**

Print Name: _____

Print Name: _____

Sign Name: _____

Sign Name: _____

Date: _____

Date: _____

**I HAVE RECEIVED A SATISFACTION OF MORTGAGE, A CERTIFICATE OF DISCHARGE, OR A
FULL RELEASE OF ANY LIEN AGAINST REAL PROPERTY TO SECURE PERFORMANCE OF THE
CONDITIONS OF THE BAIL BOND.**

Print Name: _____

Print Name: _____

Sign Name: _____

Sign Name: _____

Date: _____

Date: _____

RECORDING REQUESTED BY:

AND WHEN RECORDED MAIL TO

Two Jinn, Inc., dba Aladdin Bail Bonds
 Attn.: Underwriting Department
 1959 Palomar Oaks Way, Suite 200
 Carlsbad, CA 92011

SPACE ABOVE THIS LINE FOR RECORDER'S USE

DEED OF TRUST

This Deed of Trust is made this _____ day of _____, 20____ between _____, herein called Trustor(s), and _____, herein called Trustee, and ULICO Standard of America Casualty Company herein called Beneficiary or Surety. Trustor(s) hereby grants to Trustee, in trust, with power of sale, all that property in the County of _____, in the State of _____, described as: Lot _____ Block _____ Tract _____ APN # _____ as per map recorded in Book, _____ Page _____ of Maps, Official records in the office of the County Recorder of _____, and commonly known as _____

This Deed of Trust is for the purpose of securing payment to the Beneficiary and/or Trustee, of the monies due to and all losses, damages, expenses and liability suffered, sustained, made or incurred by or on behalf of the Surety (and as more fully set forth and described in a certain Indemnity Agreement For Surety Bail Bond, which agreement is made a part hereof by reference as though herein fully set forth) on account of, growing out of, or resulting from the execution of a certain bail bond(s) on behalf of _____, in the matter of _____

vs. _____, and for which amounts and the matters set forth in the Indemnity Agreement, the presents are security, (Bond # _____) (Bond # _____)

(Bond # _____) (Bond# _____) (and any additional bonds executed in connection with the defendant relating to the above-entitled matter). It is agreed that a certificate signed by the Beneficiary or Beneficiary's agent at any time hereafter setting forth (1) that the bond(s) has been declared forfeited or that a loss, damage, expense or liability has been sustained by the Surety on account of the bond(s); (2) the date(s) and amount(s) of such loss, damages, expenses and/or liability; (3) that payment has been demanded of the party(ies) on whose behalf the bond(s) was or is about to be executed; and (4) that such loss, damages, expenses or determined liability has not been paid to the Beneficiary, shall be conclusive and binding on the Trustor(s), and shall be the warrant of the Trustee to proceed forthwith to foreclose and sell upon the security herein, and from the proceeds of sale (after deducting expenses including cost and search of evidence of title) pay to the Beneficiary or Beneficiary's agent the amount so certified, including interest at ten percent per annum from demand to date of payment and attorney's fees. It is further agreed that Beneficiary may declare all sums or obligations secured hereby due immediately and payable in full upon (1) delivery to Trustee of the above referenced certificate (upon which Beneficiary may also deliver to Trustee written notice of default and demand for sale and its election to cause to be sold said property, which notice Trustee shall cause to be duly filed for record); (2) Trustor(s) failure to pay taxes, assessments and other charges and fines that may be imposed on the property which adversely affect Beneficiary's interest; (3) any sale or transfer of the property, or any portion thereof, to a third party without the Beneficiary's written consent; or (4) the commencement of bankruptcy proceedings by or against Trustor(s). It shall be deemed sufficient if proceedings to foreclose and sell the security herein are executed by the above-named Trustee (or its successors) and it shall be deemed sufficient if a full reconveyance is executed by the above-named Trustee (or its successors). The undersigned Trustor(s) requests that a copy of any notice of default and of any notice of sale hereunder be mailed to him/her at his/her mailing address opposite the signature hereto. Failure to insert such address shall be deemed a waiver of any request hereunder for a copy of such notices.

SIGNATURE OF TRUSTOR(S)

STREET AND NUMBER

CITY

STATE

STATE OF _____ COUNTY OF _____

On _____ before me, _____, NOTARY PUBLIC, personally appeared

_____, who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. WITNESS my hand and official seal.

SIGNATURE: _____ (Seal)

ULICO STANDARD OF AMERICA CASUALTY COMPANY

Two Jinn, Inc.

General Agent

1959 Palomar Oaks Way, Suite 200

Carlsbad, CA 92009

Phone: (800) 808-2245 Fax. (760) 431-2698

AUTHORIZATION RE: DEED OF TRUST

Defendant Name: _____

Bond Number(s): _____

Property Address: _____

The undersigned, being the guarantor on the referenced bail bond(s), hereby authorizes the bail agent or any of his agents, representatives or employees, to fill in the pertinent information on the deed of trust which the undersigned executed in blank in connection with the undertaking of said bail bond(s).

GUARANTOR'S SIGNATURE

DATE

GUARANTOR'S PRINTED NAME

GUARANTOR'S SIGNATURE

DATE

GUARANTOR'S PRINTED NAME

**ULICO STANDARD OF AMERICA
CASUALTY COMPANY****TWO JINN, INC.
GENERAL AGENT**1959 Palomar Oaks Way, Suite 200
Carlsbad, CA 92011
Telephone (800) 808-2245 Fax (760) 431-2698**ALADDIN BAIL BONDS
CLAIMS DIVISION**1762 Technology Drive, Suite 124
San Jose, CA 95110
Telephone (408) 350-9180 Fax (408) 487-8692
License # 1843442

(PLACE BAIL AGENT'S ADDRESS STAMP HERE)

BAIL BOND

NO. _____

(POWER OF ATTORNEY WITH THIS NUMBER MUST BE ATTACHED.)

IN THE _____ COURT OF THE _____ JUDICIAL DISTRICT

COUNTY OF _____, STATE OF _____

THE PEOPLE OF THE STATE OF _____,

Plaintiff,

CASE NO. _____

vs.

DIV. NO. _____

Defendant.

Defendant _____
(NAME OF DEFENDANT) BOOKING NO. _____

having been admitted to bail in the sum of _____

Dollars (\$ _____) and ordered to appear in the above-entitled court

on _____, 20 _____, on _____ charge/s,
(DATE OF APPEARANCE) (STATE "MISDEMEANOR" OR "FELONY")

Now, the ULICO STANDARD OF AMERICA CASUALTY COMPANY, a California Corporation hereby undertakes that the above-named defendant will appear in the above-named court on the date above set forth to answer any charges in any accusatory pleading based upon the acts supporting the complaint filed against him/her and as duly authorized amendments thereof, in whatever court it may be filed and prosecuted, and will at all times hold him/herself amenable to the orders and process of the court, and if convicted, will appear for pronouncement of judgment or grant of probation; or if he/she fails to perform either of these conditions, that the ULICO STANDARD OF AMERICA CASUALTY COMPANY, a California Corporation, will pay the people of the said State the sum of _____ dollars (\$ _____)

If the forfeiture of this bond be ordered by the Court, judgment may be summarily made and entered forthwith against the said ULICO STANDARD OF AMERICA CASUALTY COMPANY a California Corporation, for the amount of its undertaking herein as provided by State Law.

THIS BOND IS VOID IF WRITTEN FOR AN AMOUNT GREATER THAN THE POWER OF ATTORNEY ATTACHED HERETO, IF MORE THAN ONE SUCH POWER IS ATTACHED, OR IF WRITTEN AFTER THE EXPIRATION DATE AS SPECIFIED ON THE ATTACHED POWER OF ATTORNEY.

**ULICO STANDARD OF AMERICA
CASUALTY COMPANY**
(A California Corporation)

By _____

PETER BOTZ
ATTORNEY-IN-FACT

(SEAL)

I certify under penalty of perjury that I am a licensed bail agent of the ULICO STANDARD OF AMERICA CASUALTY COMPANY and that I am executing this bond on _____

(DATE)

at _____

(LOCATION)

(SIGNATURE OF LICENSED AGENT)

THE PREMIUM CHARGED FOR

THIS BOND IS \$ _____

Approved this _____ day of _____, 20 _____

(TITLE)

NOTE: This is an Appearance Bond and cannot be construed as a guarantee for failure to provide payments, back alimony payments, Fines, or Wage Law claims, nor can it be used as a Bond on Appeal.

UL-0001 (08-11)

**CERTIFICATE OF DISCHARGE BOND
ULICO STANDARD OF AMERICA CASUALTY COMPANY**

POWER AMT. \$ _____

POWER NO. _____

this is to certify that on or about the _____ day of _____, 20 _____, the bond with the corresponding power number has been discharged of record. Date of Discharge _____

TO THE CLERK OF THE COURT

Will you please check your records for the bond listed above. When the bond has been exonerated, please enter the date of exoneration, sign and return this form to:

Surety for the Bail Agent:
1959 Palomar Oaks Way, Suite 200
Carlsbad, CA 92011

Title _____

By _____

Bond Amount \$ _____

Defendant _____

Court _____

Date Filed _____

**ULICO STANDARD OF AMERICA
CASUALTY COMPANY**

**TWO JINN, INC.
GENERAL AGENT**

1959 Palomar Oaks Way, Suite 200
Carlsbad, CA 92011
Telephone (800) 808-2245 Fax (760) 431-2698

INDEMNITOR ORDER OF SURRENDER

Defendant: _____

Indemnitor(s): _____

Bond Number(s): _____

Date: _____

On the _____ day of _____, 20_____, the undersigned entered into a Bail Bond Agreement with _____ Bail Bonds for the execution of the above referenced Bail Bond on behalf of _____ in the amount of \$ _____ who has been charged with the following violation(s); _____

It appearing to the undersigned Indemnitor(s) on said Bail Bond(s) that the above named Defendant is not now a desirable risk and should be surrendered into custody forthwith. It is hereby requested that such surrender be effected. The undersigned agrees that the liability on said Bail Bond(s) shall remain in full force and effect until such time as the court having jurisdiction of the case shall exonerate the Bail Bond(s) and fully release the surety thereon.

It is further agreed that any expense incurred, including recovery fees, in the transaction of this surrender, will be reimbursed by the undersigned Indemnitor(s) upon demand.

It is further agreed that any premium or fee charged, in this transaction, is fully earned and any amount remaining unpaid thereon, will be paid by the undersigned upon demand.

In connection herewith, the undersigned hereby agrees to hold harmless ULICO Standard of America Casualty Company from any and all damages that may occur as a result of this request for surrender of said Defendant.

Executed this _____ day of _____, 20_____

Indemnitor	Relationship	Date
Indemnitor	Relationship	Date
Indemnitor	Relationship	Date
Indemnitor	Relationship	Date

**ULICO STANDARD OF AMERICA
CASUALTY COMPANY**

**TWO JINN, INC.
GENERAL AGENT**
1959 Palomar Oaks Way, Suite 200
Carlsbad, CA 92009
Telephone (800) 808-2245 Fax (760) 431-2698

(PLACE BAIL AGENT'S ADDRESS STAMP HERE)

BAIL BOND RATES

THE FOLLOWING RATES WILL BE CHARGED ON ALL BAIL BONDS:

State of California

State Bonds

Bonds up to and including \$499.00 in liability
will be charged \$50.00, **plus \$15.00**

Bonds over \$499.00 in liability will be charged
10% of the penal amount, **plus \$15.00**

**Qualified Unions and Private Defense Counsel, Active Duty members
of the United States Military Armed Forces, Veterans of the United
States Military Armed Forces and Immediate Families of Active Duty
and Veteran Members of the Military Armed Forces.**

Bonds up to and including \$600.00 in liability
will be charged \$50.00, **plus \$15.00**

Bonds over \$600.00 in liability will be charged
8% of the penal amount, **plus \$15.00**

A MINIMUM PREMIUM CHARGE OF \$50.00 APPLIES PER BOND. THE \$15.00
SHOULD NOT BE INCLUDED IN THE CALCULATION OF THE MINIMUM PREMIUM

NOTE

**These rates must be charged by ALL agents of
ULICO STANDARD OF AMERICA CASUALTY COMPANY
These rates are for premium only, and do not
include other expenses incurred, such as tele-
phone, posting fees, appraisals or lot book
reports, travel and other miscellaneous expenses.**

ALL AGENTS: Please post this rate chart where it can be seen by the public.

ULICO STANDARD OF AMERICA CASUALTY COMPANY

TWO JINN, INC.
GENERAL AGENT

1959 Palomar Oaks Way, Suite 200, Carlsbad, CA 92011
Telephone (800) 808-2245 Fax (760) 431-2698

AUTHORIZATION TO ARREST DEFENDANT ON BAIL BOND

KNOW ALL MEN BY THESE PRESENTS:

That we, ULICO STANDARD OF AMERICA CASUALTY COMPANY, a Corporation, do hereby authorize and empower

_____ as its representative and in its stead, to lawfully arrest and detain _____

_____, the defendant in this company's

Bail Bond No. _____, wherever he/she may be found in the UNITED STATES OF AMERICA, pursuant to any applicable laws of any sovereign state, and to hold said defendant in custody and surrender said defendant to the _____

Court, _____

_____ Judicial District, County of

_____, State of _____ wherein

proceedings are now pending against said defendant described in said Bail Bond.

Dated this _____ day of _____, 20 _____ ULICO STANDARD OF AMERICA CASUALTY COMPANY

at _____, _____
(city, town) (state)

By _____
Attorney-in-Fact

**ULICO STANDARD OF AMERICA
CASUALTY COMPANY****TWO JINN, INC.
GENERAL AGENT**1959 Palomar Oaks Ways, Suite 200
Carlsbad, CA 92011
Telephone (800) 808-2245 Fax (760) 431-2698

(PLACE BAIL AGENT'S ADDRESS STAMP HERE)

APPEAL BAIL BOND**NO.** _____

(POWER OF ATTORNEY WITH THIS NUMBER MUST BE ATTACHED)

COURT OF THE STATE OF _____

FOR THE COUNTY OF _____

THE PEOPLE OF THE STATE OF _____

vs.

Plaintiff,

CASE NO. _____

Defendant,

An order having been made on the _____ day of _____, 20____
by the Hon _____,
a Judge of the _____ Court of the _____,
County of _____, State of _____, that said defendant
be admitted to bail
in the sum of _____ Dollars (\$_____)
pending the hearing and determination of the appeal of the defendant from judgment and sentence heretofore rendered in the above
entitled cause, in the above entitled court on the _____ day of _____, 20____,
wherein said defendant was charged with and convicted of the crime of _____

and said defendant having duly appealed from said conviction and judgment herein, and said defendant having been duly admitted
to bail pending the hearing and determination of said appeal in the sum of _____ Dollars (\$_____)
NOW, THEREFORE, We the ULICO STANDARD OF AMERICA CASUALTY COMPANY, hereby undertake that the above named defendant

will surrender him/herself in execution of the judgment, upon its being affirmed or modified, or upon the appeal being dismissed, or that,
in case the judgment be reversed and that the cause be remanded for a new trial, that he/she will appear in the court to which said cause
may be remanded, and submit him/herself to the orders and process thereof, and that if he/she fails to perform any of these conditions,
that we will pay the People of the State of _____ the sum of _____ Dollars (\$_____)
in lawful money of the United States. If the forfeiture of this bond to be ordered by the Court, judgment may be summarily made and
entered forthwith against the said ULICO STANDARD OF AMERICA CASUALTY COMPANY, for the amount of its undertaking
herein as provided by Sections 1305 and 1306 of the Penal Code.

THIS BOND IS VOID IF WRITTEN FOR AN AMOUNT
GREATER THAN THE POWER OF ATTORNEY ATTACHED
HERETO, IF MORE THAN ONE SUCH POWER IS
ATTACHED, OR IF WRITTEN AFTER THE EXPIRATION
DATE AS SPECIFIED ON THE ATTACHED POWER OF
ATTORNEY.

ULICO STANDARD OF AMERICA
CASUALTY COMPANY
(A California Corporation)



By _____

PETER BOTZ
ATTORNEY-IN-FACT

I certify under penalty of perjury that I am a licensed bail agent of ULICO STANDARD OF AMERICA CASUALTY COMPANY
and that I am executing this bond on _____ (DATE)

at _____ (LOCATION)

(SIGNATURE OF LICENSED AGENT)

THE PREMIUM CHARGED FOR

THIS BOND IS: \$ _____

Approved this _____ day of _____, 20____

Title _____

**ULICO STANDARD OF AMERICA
CASUALTY COMPANY****TWO JINN, INC.
GENERAL AGENT**1959 Palomar Oaks Way, Suite 200
Carlsbad, CA 92011
Telephone (800) 808-2245 Fax (760) 431-2698**ALADDIN BAIL BONDS
CLAIMS DIVISION**1762 Technology Drive, Suite 124
San Jose, CA 95110
Telephone (408) 350-9180 Fax (408) 487-8692
License # 1843442

(PLACE BAIL AGENT'S ADDRESS STAMP HERE)

INDICTMENT BAIL BONDNO. _____
(POWER OF ATTORNEY WITH THIS NUMBER MUST BE ATTACHED)

IN THE _____ COURT OF THE _____ JUDICIAL DISTRICT

COUNTY OF _____, STATE OF _____

THE PEOPLE OF THE STATE OF _____

Plaintiff,

CASE NO. _____

vs.

DIV. NO. _____

Defendant.

An indictment having been found on the _____ day of _____, 20____ in the Superior Court of the County of _____, charging Defendant _____ (NAME OF DEFENDANT) with the crime of _____, a felony, and Defendant _____ having been admitted to bail in the sum of _____ Dollars (\$_____)

Now, the ULICO STANDARD OF AMERICA CASUALTY COMPANY, a California Corporation hereby undertakes that the above-named defendant will appear in the above-named court on the date above set forth to answer any charges in any accusatory pleading based upon the acts supporting the complaint filed against him/her and as duly authorized amendments thereof, in whatever court it may be filed and prosecuted, and will at all times hold him/herself amenable to the orders and process of the court, and if convicted, will appear for pronouncement of judgment or grant of probation; or if he/she fails to perform either of these conditions, that the ULICO STANDARD OF AMERICA CASUALTY COMPANY, a California Corporation, will pay the people of the said State the sum of _____ dollars (\$_____)

If the forfeiture of this bond be ordered by the Court, judgment may be summarily made and entered forthwith against the said ULICO STANDARD OF AMERICA CASUALTY COMPANY a California Corporation, for the amount of its undertaking herein as provided by State Law.

THIS BOND IS VOID IF WRITTEN FOR AN AMOUNT GREATER THAN THE POWER OF ATTORNEY ATTACHED HERETO, IF MORE THAN ONE SUCH POWER IS ATTACHED, OR IF WRITTEN AFTER THE EXPIRATION DATE AS SPECIFIED ON THE ATTACHED POWER OF ATTORNEY.

**ULICO STANDARD OF AMERICA
CASUALTY COMPANY**
(A California Corporation)

By _____

PETER BOTZ
ATTORNEY-IN-FACT

(SEAL)

I certify under penalty of perjury that I am a licensed bail agent of the ULICO STANDARD OF AMERICA CASUALTY COMPANY and that I am executing this bond on _____ (DATE)

at _____ (LOCATION)

(SIGNATURE OF LICENSED AGENT)

THE PREMIUM CHARGED FOR

THIS BOND IS \$ _____

Approved this _____ day of _____, 20____

(TITLE)

NOTE: This is an Appearance Bond and cannot be construed as a guarantee for failure to provide payments, back alimony payments, Fines, or Wage Law claims, nor can it be used as a Bond on Appeal.

UL-0003 (08-11)

**CERTIFICATE OF DISCHARGE BOND
ULICO STANDARD OF AMERICA CASUALTY COMPANY**

POWER AMT. \$ _____

POWER NO. _____ this is to certify that on or about the

day of _____, 20____, the bond with the

corresponding power number has been discharged of record. Date of Discharge _____

TO THE CLERK OF THE COURT

Will you please check your records for the bond listed above. When the bond has been exonerated, please enter the date of exoneration, sign and return this form to:

Aladdin Bail Bonds
1959 Palomar Oaks Way, Suite 200
Carlsbad, CA 92011

Title _____

By _____

Bond Amount \$ _____

Defendant _____

Court _____

Date Filed _____



WE GET YOU OUT, WE GET YOU THROUGH IT.®

PROMISSORY NOTE

On Demand, without grace, I / We, the undersigned, promise to pay to the order of **Aladdin Bail Bonds**, the premium balance of _____ dollars (\$_____);
for Bail Bond #(s) _____
posted on _____, pursuant to obligations set forth in the Indemnity Agreement guaranteeing the full payment of premiums in consideration for the bail bond posted on behalf of the defendant _____ Balance payable in lawful money of the United States of America as outlined in the payment schedule set forth below.

PAYMENT SCHEDULE

Date: _____	Payment Amount: \$ _____	Date: _____	Payment Amount: \$ _____
Date: _____	Payment Amount: \$ _____	Date: _____	Payment Amount: \$ _____
Date: _____	Payment Amount: \$ _____	Date: _____	Payment Amount: \$ _____
Date: _____	Payment Amount: \$ _____	Date: _____	Payment Amount: \$ _____

Or in the following manner: _____

If a default in payment occurs, the entire balance becomes due and payable immediately. In the event that suit is instituted to collect this note or any portion thereof, the undersigned promises to pay such additional sum(s) as the court may adjudge reasonable as attorney fees and costs of instituting said suit. I understand this is an application for a type of credit and I authorize review of my credit history via credit reporting agency inquiries.

I have read the indemnity agreement and agree to the terms of this promissory note:

Indemnitor (Agent Print Name) _____	Indemnitor Signature _____	(_____) _____ Phone# _____	_____ Date _____
Indemnitor (Agent Print Name) _____	Indemnitor Signature _____	(_____) _____ Phone# _____	_____ Date _____
Indemnitor (Agent Print Name) _____	Indemnitor Signature _____	(_____) _____ Phone# _____	_____ Date _____
Indemnitor (Agent Print Name) _____	Indemnitor Signature _____	(_____) _____ Phone# _____	_____ Date _____
Defendant (Agent Print Name) _____	Defendant Signature _____	(_____) _____ Phone# _____	_____ Date _____

DEPOSITOR'S COPY UL-0401-03

RECEIPT FOR COLLATERAL DEPOSITED ULICO STANDARD OF AMERICA CASUALTY COMPANY

DATE _____ YEAR _____ POWER NO. _____

Received of _____
(NAME OF DEPOSITOR) (ADDRESS)

as security for the execution of this Bail Bond written in the sum of \$ _____ on behalf of the defendant _____
the following described collateral _____

AGENCY _____ BY (Print Name) _____
(Signature)

Said Collateral is deposited as security for the payment of any sums which may become due to the Agency or the "Surety" by the terms of the Bail Bond Agreement executed by the said Defendant and Indemnitors, all of the terms of which are made a part of this receipt by this reference.

Use of collateral or premium receipt forms other than those authorized by ULICO Standard of America Casualty Company are prohibited. ULICO Standard of America Casualty Company will not be responsible for cash or other valuables in connection with this bond unless listed in the appropriate collateral or premium portions of this form. Collateral will be returned only to depositor. No collateral will be returned until the Court has furnished written evidence the bond has been exonerated and this receipt is returned.

The above conditions are agreed to _____
(DEPOSITOR) (ADDRESS)

_____ (DEPOSITOR) (ADDRESS)

RECEIPT FOR RETURN OF COLLATERAL

DATE _____, YEAR _____

RETURNED TO: _____

DOCUMENT
CONTROL
NUMBER

DEFENDANT'S COPY UL-0401-02

RECEIPT and STATEMENT OF CHARGES ULICO STANDARD OF AMERICA CASUALTY COMPANY

Received of: _____

NAME _____

ADDRESS _____

Expenses (Itemized in detail, such as Guard Fees, Recording Fees, Notary Fees, Long Distance Calls, Telegrams, Travel and other actual, unusual expenses.) _____

Was Collateral taken: (YES) (NO) If Yes, only use collateral receipt furnished above.

Name and Address of Bail Bond Agency _____

By _____

MEMORANDUM OF BAIL BOND FURNISHED

Defendant _____ Amount of Bond \$ _____ Date Filed _____

Charges _____

Date Released _____ Date to Appear _____ Time _____

Case No. _____ Court _____ City _____

Received Copy of above Receipt and Memo _____

(Signature of Defendant or Depositor) _____

POWER NUMBER

DATE _____, YEAR _____

\$ _____
BAIL BOND PREMIUM

\$ _____
MISC. CHARGES

\$ _____
TOTAL CHARGES

\$ _____
RECEIVED ON ACCOUNT

\$ _____
BALANCE

DOCUMENT
CONTROL
NUMBER

COURT COPY UL-0401-01

VERIFY FIRST 1. THE FACE OF THIS FORM IS PRINTED IN RED, BLUE AND BLACK INK, WITH A RED COLORED BACKGROUND. 2. THE PAPER THIS FORM IS PRINTED ON CONTAINS A "TRUE" WATERMARK, HOLD UP TO A LIGHT SOURCE TO SEE THE WORDS "VERIFY FIRST" AND "SAFE" IN THE PAPER. 3. LOOK CLOSELY AT THE BLUE BORDER LINE - YOU MAY NOTE MISALIGNMENT. IT IS MADE UP OF REPEATING LETTERS THAT READ "ULICO".

POWER OF ATTORNEY ULICO STANDARD OF AMERICA CASUALTY COMPANY VOID IF NOT ISSUED BY:

POWER AMOUNT \$ _____ POWER NO. _____

KNOW ALL MEN BY THESE PRESENTS that ULICO Standard of America Casualty Company, a corporation duly organized and existing under the laws of the State of Utah and by the authority of the resolution adopted by the Board of Directors at a meeting duly called and held on _____ which said Resolution has not been amended or rescinded, does constitute and appoint and by these presents does make, constitute and appoint the named agent its true and lawful Attorney-in-Fact for it and in its name, place and stead, to execute seal and deliver for and on its behalf and as its act and deed, as surety, a bail bond only. Authority of such Attorney-in-Fact is limited to appearance bonds and cannot be construed to guarantee defendant's future lawful conduct, adherence to travel limitations, fines, restitution, payments or penalties, or any other condition imposed by a court not specifically related to court appearance.

This Power of Attorney is for use with Bail Bonds only. Not valid if used in connection with Federal Immigration Bonds. Not valid for Federal Bail Bonds. This power void if altered or erased. void if used with other powers of this company or in combination with powers from any other surety company, void if used to furnish bail in excess of the stated face amount of this power, and can only be used once.

The obligation of the company shall not exceed the sum of _____

and provided this Power-of-Attorney is filed with the bond and retained as a part of the court records. The said Attorney-in-Fact is hereby authorized to insert in the Power-of-Attorney the name of the person on whose behalf this bond was given.

IN WITNESS WHEREOF, ULICO STANDARD OF AMERICA CASUALTY COMPANY has caused these presents to be signed by its duly authorized attorney-in-fact, proper for the purpose and its corporate seal to be hereunto affixed this _____ day of _____, year _____.

Bond Amount \$ _____

Defendant _____


Court _____

City _____

State _____

If rewrite, original # _____

Executing Agent _____



By Peter Botz
Peter Botz
Attorney-in-Fact

FOR STATE USE ONLY
NOT VALID IF USED IN FEDERAL COURT

DOCUMENT
CONTROL NO.
For Internal Use Only

NOT
POWER
NUMBER

DEPOSITOR'S COPY UL-0401-03

RECEIPT FOR COLLATERAL DEPOSITED **ULICO STANDARD OF AMERICA CASUALTY COMPANY**

DATE _____ YEAR _____ POWER NO. _____

Received of _____
(NAME OF DEPOSITOR) (ADDRESS)as security for the execution of this Bail Bond written in the sum of \$ _____ on behalf of the defendant _____
the following described collateral _____AGENCY _____ BY (Print Name) _____
(Signature)

Said Collateral is deposited as security for the payment of any sums which may become due to the Agency or the "Surety" by the terms of the Bail Bond Agreement executed by the said Defendant and Indemnitors, all of the terms of which are made a part of this receipt by this reference.

Use of collateral or premium receipt forms other than those authorized by ULICO Standard of America Casualty Company are prohibited. ULICO Standard of America Casualty Company will not be responsible for cash or other valuables in connection with this bond unless listed in the appropriate collateral or premium portions of this form. Collateral will be returned only to depositor. No collateral will be returned until the Court has furnished written evidence the bond has been exonerated and this receipt is returned.

The above conditions are agreed to _____
(DEPOSITOR) (ADDRESS)

(DEPOSITOR) (ADDRESS)**RECEIPT FOR RETURN OF COLLATERAL**

DATE _____ YEAR _____

RETURNED TO: _____

DOCUMENT
CONTROL
NUMBER

DEFENDANT'S COPY UL-0401-02

RECEIPT and STATEMENT OF CHARGES **ULICO STANDARD OF AMERICA CASUALTY COMPANY**

Received of:

NAME _____
ADDRESS _____

Expenses (Itemized in detail, such as Guard Fees, Recording Fees, Notary Fees, Long Distance Calls, Telegrams, Travel and other actual, unusual expenses.) _____

Was Collateral taken: (YES) (NO) If Yes, only use collateral receipt furnished above.

Name and Address of Bail Bond Agency _____

By _____

MEMORANDUM OF BAIL BOND FURNISHED

Defendant _____ Amount of Bond \$ _____ Date Filed _____

Charges _____

Date Released _____ Date to Appear _____ Time _____

Case No. _____ Court _____ City _____

Received Copy of above Receipt and Memo

(Signature of Defendant or Depositor) _____

POWER NUMBER

DATE _____ YEAR _____

\$ _____

BAIL BOND PREMIUM

\$ _____

MISC. CHARGES

\$ _____

TOTAL CHARGES

\$ _____

RECEIVED ON ACCOUNT

\$ _____

BALANCE

DOCUMENT
CONTROL
NUMBER

COURT COPY UL-0401-01

VERIFY FIRST 1. THE FACE OF THIS FORM IS PRINTED IN RED, BLUE AND BLACK INKS WITH A RAISED COLORED BACKGROUND. 2. THE PAPER THIS FORM IS PRINTED ON CONTAINS A "TRUE" WATERMARK. HOLD UP TO A LIGHT SOURCE TO SEE THE WORDS "VERIFY FIRST" AND "TRUE" IN THE PAPER. 3. LOOK CLOSELY AT THE TOP BLUE BORDER LINE - YOU MAY NEED MAGNIFICATION. IT IS MADE UP OF REPEATING LETTERS THAT READ "ULICO".

POWER OF ATTORNEY **ULICO STANDARD OF AMERICA CASUALTY COMPANY** **VOID IF NOT ISSUED BY:**

POWER AMOUNT \$**POWER NO.**

KNOW ALL MEN BY THESE PRESENTS that ULICO Standard of America Casualty Company, a corporation duly organized and existing under the laws of the State of Utah and by the authority of the resolution adopted by the Board of Directors at a meeting duly called and held on _____ which said Resolution has not been amended or rescinded, does constitute and appoint and by these presents does make, constitute and appoint the named agent its true and lawful Attorney-in-Fact for it and in its name, place and stead, to execute seal and deliver for and on its behalf and as its act and deed, as surety, a bail bond only. Authority of such Attorney-in-Fact is limited to appearance bonds and cannot be construed to guarantee defendant's future lawful conduct, adherence to travel limitations, fines, restitution, payments or penalties, or any other condition imposed by a court not specifically related to court appearance.

This Power of Attorney is for use with Bail Bonds only. Not valid if used in connection with Federal Immigration Bonds. Not valid for Federal Bail Bonds. This power void if altered or erased. Void if used with other powers of this company or in combination with powers from any other surety company. Void if used to furnish bail in excess of the stated face amount of this power and can only be used once.

The obligation of the company shall not exceed the sum of _____

and provided this Power-of-Attorney is filed with the bond and retained as a part of the court records. The said Attorney-in-Fact is hereby authorized to insert in the Power-of-Attorney the name of the person on whose behalf this bond was given.

IN WITNESS WHEREOF, ULICO STANDARD OF AMERICA CASUALTY COMPANY has caused these presents to be signed by its duly authorized attorney-in-fact, proper for the purpose and its corporate seal to be hereunto affixed this _____ day of _____, year _____.

Bond Amount \$ _____

Defendant _____

Court _____

City _____

State _____

If rewrite, original # _____

Executing Agent _____

By Peter Botz
Peter Botz
Attorney-in-Fact

FOR STATE USE ONLY
NOT VALID IF USED IN FEDERAL COURT

DOCUMENT
CONTROL NO.
For Internal Use OnlyNOT
POWER
NUMBER



SUPERVISED BAIL PROGRAM

Client Name: _____ Date of Birth: _____

Bond No.: _____ Amount: \$ _____

Additional Bonds:

#2 _____ Amount: \$ _____

#3 _____ Amount: \$ _____

#4 _____ Amount: \$ _____

#5 _____ Amount: \$ _____

(Additional bonds on reverse side of page)

I, _____, the above-named client, understand and agree that as a condition of my release, in addition to the terms and conditions set forth in the Indemnity Agreement for Surety Bail Bond, the Conditions of Bail, and any other bail transaction documents executed by me, I WILL COMPLY WITH THE TERMS OF THE ALADDIN SUPERVISED BAIL PROGRAM DESCRIBED BELOW.

You, the Client, have been released on a Supervised Bail Bond. As a condition of this bond, you are required to check in with Aladdin's Customer Service Department the next business day following your release.

**The Aladdin Bail Bonds Customer Service Department is open
Monday through Friday between the hours of 8:00 a.m. and 4:30 p.m. PST.**

The telephone number is: 1-866-388-6888

When you call, please be ready to provide the following information:

- ✓ Your Name
- ✓ Your Bond Number(s)
- ✓ Your Driver's License Number
- ✓ Your Social Security Number
- ✓ A list of 5 references (names and phone numbers).

We will not contact your references unless we are unable to contact you.

- ✓ Employment information
- ✓ Relative information (this includes addresses and phone numbers)

A processing agent will ask you a series of questions and go over the Supervised Bail procedures with you. You will be given a client code and a weekly check-in phone number. The process will take about 15 minutes. Please have the above information and the attached instruction sheet available when calling.

FAILURE TO CHECK IN ON THE SCHEDULE DATES AND TIMES MAY RESULT IN THE CANCELLATION OF YOUR BAIL BOND AND YOUR SURRENDER TO CUSTODY.

Client Signature: _____ Date: _____

Agent Signature: _____ Date: _____



CLIENT'S SUPERVISED BAIL PROGRAM COMPLIANCE PROCEDURES

(Complete this form with your Customer Service Representative when you call)

1. You are required to check in by calling **888-483-4455** every week on your call-in day and after each court appearance.

Your call-in day is: _____

(This day will be provided by the processing agent when you call in.)

2. When calling, enter your client code as prompted followed by the # sign.

Your client code is: _____

(This code will be provided by the processing agent when you call in.)

3. The automated system will guide you through a series of prompts. You will be asked to state the following information (Please speak loud and clearly):

- ✓ Your Name
- ✓ Your Client Code
- ✓ The date, time and location for your next court appearance. (If you have multiple bonds and multiple court dates, indicate each appearance date, time and location)
- ✓ The telephone number from which you are calling
- ✓ Update any changes in your residence, employment, or contact telephone numbers

If you have any questions, please direct them to your Aladdin Bail Bonds Customer Service Representative. We want to assist you in every way possible; however, there are certain conditions that must be met. The conditions set forth in the Supervised Bail Program are mandatory.

Please remember that:

FAILURE TO CHECK IN ON THE SCHEDULED DATES AND TIMES MAY RESULT IN THE CANCELLATION OF THE BAIL BOND AND THE CLIENT'S SURRENDER TO CUSTODY.

Aladdin®Bail Bonds
WE GET YOU OUT WE GET YOU THROUGH IT ®**STATEMENT of CHARGES**

Account Number _____

Aladdin Bail Bonds

Expenses (Itemized)
Bond Fee**Was Collateral Taken:** Yes No
Type:

Power Numbers
Date: Total Premium Total Expenses Total Charges Received on Account Balance:

Agent Name _____

MEMORANDUM OF BAIL BOND FURNISHED
DEFENDANT _____ DATE OF BIRTH _____ DATE FILED _____
JAIL NAME _____ LOCATION _____ BOOKING # _____

BOND NO _____ CASE NO _____ BOND AMOUNT \$ _____
CHARGES _____ COURT _____
APPEARANCE DATE _____ TIME _____ LOCATION _____
REWRITE BOND NO _____ ORIGINAL AMNT \$ _____ PREMIUM \$ _____

BOND NO _____ CASE NO _____ BOND AMOUNT \$ _____
CHARGES _____ COURT _____
APPEARANCE DATE _____ TIME _____ LOCATION _____
REWRITE BOND NO _____ ORIGINAL AMNT \$ _____ PREMIUM \$ _____
TOTAL BAIL AMOUNT \$ _____ **TOTAL PREMIUM \$** _____

RECEIVED COPY OF ABOVE RECEIPT _____



PAYMENT RECEIPT

Receipt Number
Account Number

Power Numbers

Payment Date
Previous Balance
Payment Amount
New Balance

Received from:

Payment Method

BAIL BOND INFO

DEFENDANT _____ DATE OF BIRTH _____ BOND DATE _____
TOTAL BAIL AMOUNT \$ _____ TOTAL PREMIUM \$ _____

COURT DATES

CourtDate

BOND NUMBER _____ Case No _____ Bond Amount \$ _____
Court Date _____ Time _____ Court _____
Room/Div _____ Location _____
BOND NUMBER _____ Case No _____ Bond Amount \$ _____
Court Date _____ Time _____ Court _____
Room/Div _____ Location _____

IMPORTANT: Aladdin Bail Bonds does not guarantee the accuracy of the court date information contained herein. Please verify the information with the court and let us know of any changes.

ALPR-61

Ulico Standard of America Casualty Company

Bail Bond Rate & Risk Classification Criteria
The Following Rates Will Be Charged On All Bail Bonds
State of California

State Bonds:

All bail bonds, except Qualified Bail Bonds as defined below, are to be rated as follows:

- Bonds up to and including \$499.00 in liability will be charged \$50.00, plus \$15.00
- Bonds over \$499.00 in liability will be charged 10% of the penal amount, plus \$15.00

Qualified Bail Bonds:

Bail bonds may be qualified for preferred rating in the following circumstances:

- Individuals who have retained counsel;
- Individuals who are members of a qualified labor union; and
- Individuals who are active duty members of the U.S. Armed Services, who are veterans of the U.S. Armed Services, and who are immediate families of active duty and veteran members of the U.S. Armed Services. Immediate families are defined as parents, children, and spouses.

Qualified Bail Bonds are to be rated as follows:

- Bonds up to and including \$600.00 in liability will be charged \$50.00, plus \$15.00
- Bonds over \$600.00 in liability will be charged 8% of the penal amount, plus \$15.00

Bail Bond Minimum Premium:

A minimum premium charge of \$50.00 applies per bond. The \$15.00 is not included in the calculation of the minimum premium.

Ulico Standard of America Casualty Company

Exhibit 21

Supplemental Information

Reference Approved Filings:

Danielson National Insurance Company: CDI App. No. 08-1743

STATE OF CALIFORNIA

Steve Poizner, *Insurance Commissioner***DEPARTMENT OF INSURANCE**

RATE REGULATION BRANCH

300 SOUTH SPRING STREET

LOS ANGELES, CA 90013

www.insurance.ca.gov



April 11, 2008

Danielson National Insurance Company
 attn.: Patrick E. Pawlowski, Regulatory/Product Analyst
 25 Dogie Court
 San Ramon, CA 94583

RE: APPROVAL OF APPLICATION

DANIELSON NATIONAL INSURANCE COMPANY has submitted the following application for approval regarding the following line of business or program:

<u>CDI App. No(s):</u>	08-1743
<u>Insurer File No(s):</u>	CA BB 080201
<u>Line(s) of Insurance:</u>	Commercial Surety
<u>Program:</u>	Bail Bonds

Only the change(s) specifically indicated in the application set forth above, as it may have been amended, is (are) approved. Nothing in this letter shall constitute approval of any other application, whether incorporated by reference, or filed prior or subsequent to the application set forth above DANIELSON NATIONAL INSURANCE COMPANY shall begin issuing policies pursuant to this approval within 90 days of the date of this approval, provided that the insurer is licensed in California to transact the line of insurance for which the approval is given. DANIELSON NATIONAL INSURANCE COMPANY may implement this approval earlier if it is able to do so. Regardless of the implementation date, DANIELSON NATIONAL INSURANCE COMPANY shall implement this approval with the same effective date for both new and renewal business and shall offer this product to all eligible applicants as of the implementation date. This approval shall continue to have full force and effect until such time as a subsequent change for the referenced lines or programs may be approved or ordered by the Insurance Commissioner.

If any portion of the application or related documentation conflicts with California law, that portion is specifically not approved. This approval does not constitute an approval of underwriting guidelines nor the specific language, coverages, terms, covenants and conditions contained in any forms, or of the forms themselves. Policy forms and underwriting guidelines included in this filing were reviewed only insofar as they relate to rates contained in this filing or currently on file with the California Department of Insurance. Any subsequent changes to underwriting guidelines or coverages, terms, covenants and conditions contained in any forms must be submitted with supporting documentation when those changes result in any rating impact. The Commissioner may at any time take any action allowed by law if he determines that any underwriting guidelines, forms or procedures for application of rates, or any other portions of the application conflict with any applicable laws or regulations.

Sincerely,

A handwritten signature in black ink, appearing to read "Kenneth Allen".

Kenneth Allen, CPCU
 Bureau Chief, LA-3 Rate Filing Bureau
 Telephone: (213) 346-6783
 Facsimile: (213) 897-6181
 E-Mail: Allenk@insurance.ca.gov
 Website: www.insurance.ca.gov

STATE OF CALIFORNIA

Dave Jones, *Insurance Commissioner***DEPARTMENT OF INSURANCE**

RATE REGULATION BRANCH

300 SOUTH SPRING STREET

LOS ANGELES, CA 90013

www.insurance.ca.gov



October 27, 2011

Ulico Standard of America Casualty Company
 attn.: Francis E. Lauricella, Jr.
 Chief Financial Officer and Secretary
 475 Gate 5 Road, Suite 320
 Sausalito, CA 94965

RE: APPROVAL OF APPLICATION

ULICO STANDARD OF AMERICA CASUALTY COMPANY has submitted the following application for approval regarding the following line of business or program:

<u>CDI App. No(s):</u>	11-6920
<u>Insurer File No(s):</u>	N/A
<u>Line(s) of Insurance:</u>	Commercial Surety
<u>Program:</u>	Bail Bonds

Only the change(s) specifically indicated in the application set forth above, as it may have been amended, is (are) approved. Nothing in this letter shall constitute approval of any other application, whether incorporated by reference, or filed prior or subsequent to the application set forth above. ULICO STANDARD OF AMERICA CASUALTY COMPANY shall begin issuing policies pursuant to this approval within 90 days of the date of this approval, provided that the insurer is licensed in California to transact the line of insurance for which the approval is given. ULICO STANDARD OF AMERICA CASUALTY COMPANY may implement this approval earlier if it is able to do so. Regardless of the implementation date, ULICO STANDARD OF AMERICA CASUALTY COMPANY shall implement this approval with the same effective date for both new and renewal business and shall offer this product to all eligible applicants as of the implementation date. This approval shall continue to have full force and effect until such time as a subsequent change for the referenced lines or programs may be approved or ordered by the Insurance Commissioner.

If any portion of the application or related documentation conflicts with California law, that portion is specifically not approved. This approval does not constitute an approval of underwriting guidelines nor the specific language, coverages, terms, covenants and conditions contained in any forms, or of the forms themselves. Policy forms and underwriting guidelines included in this filing were reviewed only insofar as they relate to rates contained in this filing or currently on file with the California Department of Insurance. Any subsequent changes to underwriting guidelines or coverages, terms, covenants and conditions contained in any forms must be submitted with supporting documentation when those changes result in any rating impact. The Commissioner may at any time take any action allowed by law if he determines that any underwriting guidelines, forms or procedures for application of rates, or any other portions of the application conflict with any applicable laws or regulations.

Sincerely,

A handwritten signature in cursive script, appearing to read "Kenneth Allen", is written over a horizontal line.

Kenneth Allen, CPCU, AIE
 Bureau Chief, LA-3 Rate Filing Bureau
 Telephone: (213) 346-6783
 Facsimile: (213) 897-6181
 E-Mail: Allenk@insurance.ca.gov
 Website: www.insurance.ca.gov

Hiltgen, Mary

From: Hank Lauricella [hlauricella@fl-advisors.com]
Sent: Wednesday, October 12, 2011 12:12 PM
To: Hiltgen, Mary
Cc: 'Cerny, Robert J.'; asterett@svinsco.com
Subject: RE: CDI File No. 11-6920, Commercial Surety New Program Filing

Dear Ms. Hiltgen,

Thank you for your letter dated yesterday October 11. I am writing to respond to the points that you raised.

Regarding the underwriting guidelines, you are certainly correct that the Form A approval does not extend to the Prior Approval Application and that the Rate Regulation Branch must separately review and approve the underwriting guidelines. I included the Form A "Plan of Operation" of Ulico Standard of America Casualty Company ("Ulico Standard") as an attachment to my letter of October 7 because it details our underwriting guidelines. I also attached to my October 7th letter Two Jinn, Inc.'s Underwriting Guidelines, which specify the underwriting procedures to which Ulico Standard has required Two Jinn to adhere as part of the Program Manager agreement referenced in that letter and included in the Form A. I am ready and willing to discuss with you any additional questions regarding Ulico Standard's underwriting guidelines that you might have.

Moreover, I apologize that the issue you raised in your September 29th letter regarding renewal premiums remains unresolved. In my letter of October 7, I edited the attached "Bail Bonds Rate Manual Exceptions Page" to state that no annual renewal premium would be charged. I have attached this document herein. Is there another page where I should make a similar clarification? Please let me know precisely which page is the Rating Plan Page.

Finally, to grant the CDI sufficient time to review Ulico Standard's responses to the questions raised and to process the filing, Ulico Standard respectfully waives the deemer date of October 18, 2011.

Please contact me if you have any questions or require any additional information for this filing. Thank you.

Sincerely,

Francis E. Lauricella
 Chief Financial Officer and Secretary
 Ulico Standard of America Casualty Company
 (415) 730-8945
hlauricella@fl-advisors.com

From: Hiltgen, Mary [mailto:Mary.Hiltgen@insurance.ca.gov]
Sent: Tuesday, October 11, 2011 11:50 AM
To: 'Hank Lauricella'
Cc: Tu, Jerome; Allen, Ken
Subject: CDI File No. 11-6920, Commercial Surety New Program Filing
Importance: High

Dear Mr. Lauricella:

Thank you for your emails and attachments dated October 7, 2011. We are currently reviewing the responses. Please note the following:

- 1) Form A Application

10/12/2011

You referenced Form A in your responses. As that review is separate from and not inclusive of the Prior Approval Application, Underwriting Guidelines or any component of the rating plan is reviewed by the Rate Regulation Branch and subject to approval by RRB. In other words, if the Underwriting Guidelines or any other filed materials are objectionable in any part, RRB has the authority to request revisions. The May 17, 2011 Approval regarding Form A, etc. does not extend to the Prior Approval Application.

2) **Renewal Premiums**

The filed Rating Plan Page does not reference Renewal Premiums. We request, once again, that the Rating Plan Page be revised pursuant to CIC Sections 1861.01(c), 1861.05(a), CCR Sections 2648.4(a) (b) and 2646.5. Please provide a revised rate plan page to include a statement that the company will not charge renewal premiums on the bail bonds.

3) **Waiver of the Deemer Provision**

A brief summation of the Prior Approval filing process appears appropriate for clarification purposes.

All Prior Approval applications are processed through the CDI Intake Unit in San Francisco. The application is checked for completeness, that is, for all documents that relate to the type of filing category. The Intake Unit analyst accepts or rejects the application. If accepted a CDI file number is assigned and the information is added to our computer database. Depending on the volume of filings, the processing time in the Intake Unit can vary. Once a file number is assigned, the filing is then assigned to the appropriate analysts, either in Los Angeles or San Francisco.

Depending on the analyst's workload, the processing time varies for reviewing filings and making recommendations. If additional information is needed, as in the proposed subject filing, then additional time is required. Once the analyst completes the review and makes a recommendation (approve or disapprove), then the filing is sent to management for their review. We understand that the process may appear lengthy but considering the number of filings, the CDI does an excellent and expeditious job in the review process.

If a company declines to waive the deemer provisions, as indicated in your correspondence of October 7, 2011, there are two basic options available:

- 1) the company may withdraw the entire filing and re-file at a later date or
- 2) the CDI RRB will consider a referral to the Legal Division to prepare the filing for a Notice of Hearing pursuant to Article 6, Sections 2646.1(a)(b)(c), 2646.2, 2646.4(a)(b) and 2646.5 of the California Code of Regulations.

We are unable to complete the review of this filing prior to the deemer date of Oct. 18, 2011. We are unable to recommend approval at this time. We

respectfully request, once again, that the company submit a request to waive the deemer provision by October 12, 2011.

Thank you for your attention to this matter.

Mary Hiltgen, CPCU, AU

Associate Insurance Rate Analyst
Rate Regulation Branch – Los Angeles

Ulico Standard of America Casualty Company

Bail Bond Rate & Risk Classification Criteria
The Following Rates Will Be Charged On All Bail Bonds
State of California

State Bonds:

All bail bonds, except Qualified Bail Bonds as defined below, are to be rated as follows:

- Bonds up to and including \$499.00 in liability will be charged \$50.00, plus \$15.00
- Bonds over \$499.00 in liability will be charged 10% of the penal amount, plus \$15.00

Qualified Bail Bonds:

Bail bonds may be qualified for preferred rating in the following circumstances:

- Individuals who have retained counsel;
- Individuals who are members of a qualified labor union; and
- Individuals who are active duty members of the U.S. Armed Services, who are veterans of the U.S. Armed Services, and who are immediate families of active duty and veteran members of the U.S. Armed Services. Immediate families are defined as parents, children, and spouses.

Qualified Bail Bonds are to be rated as follows:

- Bonds up to and including \$600.00 in liability will be charged \$50.00, plus \$15.00
- Bonds over \$600.00 in liability will be charged 8% of the penal amount, plus \$15.00

Bail Bond Minimum Premium:

A minimum premium charge of \$50.00 applies per bond. The \$15.00 is not included in the calculation of the minimum premium.

Renewal Premium:

No annual renewal premium will be charged.

Hiltgen, Mary

From: Hiltgen, Mary
Sent: Tuesday, October 11, 2011 11:50 AM
To: 'Hank Lauricella'
Cc: Tu, Jerome; Allen, Ken
Subject: CDI File No. 11-6920, Commercial Surety New Program Filing
Importance: High

Dear Mr. Lauricella:

Thank you for your emails and attachments dated October 7, 2011. We are currently reviewing the responses. Please note the following:

- 1) **Form A Application**
 You referenced Form A in your responses. As that review is separate from and not inclusive of the Prior Approval Application, Underwriting Guidelines or any component of the rating plan is reviewed by the Rate Regulation Branch and subject to approval by RRB. In other words, if the Underwriting Guidelines or any other filed materials are objectionable in any part, RRB has the authority to request revisions. The May 17, 2011 Approval regarding Form A, etc. does not extend to the Prior Approval Application.
- 2) **Renewal Premiums**
 The filed Rating Plan Page does not reference Renewal Premiums. We request, once again, that the Rating Plan Page be revised pursuant to CIC Sections 1861.01(c), 1861.05(a), CCR Sections 2648.4(a) (b) and 2646.5. Please provide a revised rate plan page to include a statement that the company will not charge renewal premiums on the bail bonds.
- 3) **Waiver of the Deemer Provision**
 A brief summation of the Prior Approval filing process appears appropriate for clarification purposes.

All Prior Approval applications are processed through the CDI Intake Unit in San Francisco. The application is checked for completeness, that is, for all documents that relate to the type of filing category. The Intake Unit analyst accepts or rejects the application. If accepted a CDI file number is assigned and the information is added to our computer database. Depending on the volume of filings, the processing time in the Intake Unit can vary. Once a file number is assigned, the filing is then assigned to the appropriate analysts, either in Los Angeles or San Francisco.

Depending on the analyst's workload, the processing time varies for reviewing filings and making recommendations. If additional information is needed, as in the proposed subject filing, then additional time is required. Once the analyst completes the review and makes a recommendation (approve or disapprove), then the filing is sent to management for their review. We understand that the process may appear lengthy but considering the number of filings, the CDI does an excellent and expeditious job in the review process.

If a company declines to waive the deemer provisions, as indicated in your correspondence of October 7, 2011, there are two basic options available:

- 1) the company may withdraw the entire filing and re-file at a later date or
- 2) the CDI RRB will consider a referral to the Legal Division to prepare the filing for a Notice of Hearing pursuant to Article 6, Sections 2646.1(a)(b)(c), 2646.2, 2646.4(a)(b) and 2646.5 of the California Code of Regulations.

We are unable to complete the review of this filing prior to the deemer date of Oct. 18, 2011. We are

10/11/2011

unable to recommend approval at this time. We respectfully request, once again, that the company submit a request to waive the deemer provision by October 12, 2011.

Thank you for your attention to this matter.

Mary Hiltgen, CPCU, AU
Associate Insurance Rate Analyst
Rate Regulation Branch – Los Angeles

Ulico Standard of America Casualty Company

Francis E. Lauricella, Jr.
Chief Financial Officer
Ulico Standard of America Casualty Company
1959 Palomar Oaks Way, Suite 200
Carlsbad, CA 92011

October 7, 2011

Mary Hiltgen, CPCU, AU
Associate Insurance Rate Analyst
California Dept. of Insurance
Rate Regulation Branch – Los Angeles
300 S Spring Street
Los Angeles, CA 90013-1261

Re: Ulico Standard of America Casualty Company NAIC: 10004
Prior Approval Rate Application, CDI File Number 11-6920

Dear Ms. Hiltgen:

I am writing to respond to your email of September 29 regarding the prior approval rate application that I submitted on July 16 on behalf of Ulico Standard of America Casualty Company ("Ulico Standard"). I address your points below in the order that you listed them.

1 Prior Approval Rate Application:

Miscellaneous Income: Due to accounting requirements for insurers writing bail in California, Ulico Standard of America Casualty Company ("Ulico Standard") will report Miscellaneous Income that reflects only the portion of the retail bail bond premium retained by the bail bond agent. However, none of this Miscellaneous Income will be retained by Ulico Standard. As such, I believe that it is inappropriate to include on Page 10 of the rate filing application. Thus, Page 10 is corrected as originally submitted.

California requires net accounting of bail premiums. Thus, an insurance company writing bail only reports as written and earned premiums that portion of the total retail bail premiums that it retains. At the same time, California also requires that the amount of the total retail bail premiums that is retained by the bail agent is reflected on the insurance company's Statement of Income with an offset in the same amount. Thus, the full retail bail bond premiums, upon which state premium taxes are calculated, are disclosed by the insurance company without the portion retained by the bail bond agent having any impact on the insurance company's net income and surplus. In its 2005 Examination Report of American Contractors Indemnity Company, which is a subsidiary of HCC Insurance Holdings, Inc., and a California-domiciled surety that writes a significant amount of bail, the California Department of Insurance noted ~~that~~ that American Contractors followed this convention. Following this accounting approach, Ulico Standard will recognize the percentage of retail bail premium retained by Two Jinn, Inc. under "Other Income" on the Statement of Income as "Finance and service charges not included in premiums", line 13.

charges". This accounting approach was disclosed to the California Department of Insurance in the "Discussion of the UCAA Pro-Forma Financial Statements" submitted with Seaview Surety Holding, LLC's Form A application in conjunction with its acquisition of Ulico Standard. The "Discussion of the UCAA Pro-Forma Financial Statements" is attached herein. The California Department of Insurance approved the Form A application on May 17, 2011, File # APP-2011-00470.

Rate Template and Ratemaking Data (Page 7): I have made your requested revision. Earned premium on line 2 is equal to written premium on Line 1. The revised Page 7 and the revised Rate Template are attached.

2. Danielson National Insurance Company: Your comments have been duly noted.

3. \$15.00 Fee: This fee is charged and retained by the bail bond agent, not by Ulico Standard, to compensate the bail bond agent for administrative expenses incurred by the bail bond agent in connection with bail transactions. Thus, the \$15.00 fee is included in "Finance and service charges not included in premiums" and its offset "Aggregate write-ins for miscellaneous income" referenced above. (Please refer to #1 Prior Approval Rate Application above.) The California Department of Insurance has approved these fees in conjunction with bail bonds undertaken by Two Jinn, Inc., on behalf of all of its other insurance companies (Lincoln General Insurance Company, Danielson National Insurance Company, and Western Insurance Company).

4. Fixed Expenses – Danielson National Insurance Company: In hindsight, I will admit that paragraph 5 of the Explanatory Memorandum does not clearly convey how Ulico Standard's expenses were estimated. By contrast, the "Discussion of the UCAA Pro-Forma Financial Statements", submitted with Seaview Surety Holding, LLC's Form A application and attached herein, provides a clear and detailed explanation of Ulico Standard's anticipated expenses. As you will see, Ulico Standard's expenses are not based on Danielson National's expenses. Rather Ulico Standard's estimated "Other Underwriting Expenses" were based on detailed analysis of its unique circumstances built from the ground up, including an Administrative Services Agreement, disclosed in the Form A, with its Program Manager Two Jinn, Inc., which will provide Ulico Standard with Information Technology and other management services, including office space. Ulico Standard will pay to the Program Manager fees that reflect competitive, third party rates for services rendered. In addition, Ulico Standard's "Other Underwriting Expenses" also include salaries and benefits of Ulico Standard's staff. In the "Discussion of the UCAA Pro-Forma Financial Statements", Ulico Standard's estimated expenses were then compared to that of a group of comparable bail-only sureties, i.e. effectively a sub-set of Best's property & casualty company data, to make an fair and accurate comparison, given the special operating characteristics of the commercial bail bond business, which includes consistently low ratios and relatively high expense ratios. Thus, the Rate Template only includes Ulico Standard's expenses and does not include expenses of Danielson National Insurance Company. As a result, expenses as reflected in the Rate Template do not need to be revised.

Ulico Standard's minimum premium reflects comparable company expense data, including a sub-set of Best's property & casualty company data, as indicated in the paragraph above, and does not reflect the specific expenses of Danielson National.

Hiltgen, Mary
October 7, 2011
Page 3

5. Renewal Premium: Ulico Standard will not charge renewal premiums. Therefore, this proposed revision is not applicable.

6. Underwriting Guidelines: Ulico Standard's underwriting guidelines were discussed in detail in the "Proposed Plan of Operation of Ulico Standard of America Casualty Company" submitted as part of Seaview Surety Holding, LLC's Form A application in conjunction with its acquisition of Ulico Standard. Please see attached Plan of Operation. As noted above, the California Department of Insurance approved the Form A application on May 17, 2011, File # APP-2011-00470. In addition, please see attachment herein of Two Jinn's Underwriting Guidelines that Two Jinn will adhere to while undertaking bail on behalf of Ulico Standard.

7. Bail Bond Forms: Regarding the four bail bond forms listed on Page 12(a), I simply made a mistake including them. Please disregard them. I should have, and subsequently did, submit twenty one forms, included on the Company's Form List, as you noted. Please find attached herein a revised Page 12(a). Because there are too many forms to fit on Page 12(a), I make reference on revised Page 12(a) to the attached forms index and forms.

Moreover, per your request, I have attached herein revised Form UL-0100, Form AL-0101, and Form ALSC-60. These forms now include the name of Ulico Standard of America Casualty Company as and where you indicated.

In addition, per your request, I have submitted page three of Form UL-0100, which was missing in the prior submission.

* Furthermore, please note that I withdraw Form UL-0002 (Appeal Bond) and Form UL-0003 (Indictment Bail Bond) for use in California.

Finally, policy forms and endorsements will be issued initially under the name of Ulico Standard of America Casualty Company. The Company is in the process of having its name changed to Seaview Insurance Company. As soon as approval of the name change is finalized, including approval by the California Department of Insurance, the Company will notify the Department of its intention to issue the forms under than name of Seaview Insurance Company.

8. Aladdin Bail Bonds: Ulico Standard will initially appoint Two Jinn, Inc., a California corporation licensed by the California Department of Insurance (the "Program Manager"), as its first licensed bail agent. The respective rights, duties and obligations of the Ulico Standard and the Program Manager are set forth in the Program Manager Agreement, a draft of which was attached as an exhibit to the Form A Information Statement to which the Plan of Operation related. As noted herein, the California Department of Insurance approved the Form A application on May 17, 2011, File # APP-2011-00470. The Program Manager Agreement stipulates underwriting limits up to which Aladdin has authority to transact bail bonds without Ulico Standard's prior approval for each transaction. The percentages of the total retail bail premiums to be retained by the Program Manager and by Ulico Standard are detailed in "Premium Assumptions and Projections" of the "Discussion of the UCAA Pro-Forma Financial Statements" that was submitted with the Form A and that is attached herein.


9. Waiver of the Deemer Provision: Given the thoroughness of this response to your letter of September 29th, including detailed relevant information included in the Form A already reviewed and approved by the California Department of Insurance, and given the amount of time that has

Hiltgen, Mary
October 7, 2011
Page 4

already passed since the August 19th public notification date of this prior approval rate application, Ulico Standard respectfully declines the request for a waiver of the October 18, 2011 deemer date.

Please contact me if you have any questions or require any additional information for this filing.
Thank you.

Sincerely,

A handwritten signature in cursive script, reading "Francis E. Lauricella, Jr.", is positioned above the typed name. The signature is written in dark ink and is somewhat stylized.

Francis E. Lauricella, Jr.
(415) 730-8945
hlauricella@fl-advisors.com

Revised

RATEMAKING DATA				
(Click + to expand for more than 3 years; - to contract)				
Completed by Francis E. Lauricella, Jr.				
Date Completed 7/18/2011				
Company/Group Ullico Standard of America Casualty Co				
Line Description SURETY				
Coverage Bail Bonds				
Marketing System: %Captive %Direct %Independent (Must add up to 100%)				
Prior Effective Date (current rates)				
Proposed Effective Date (new rates)				
CDI File Number (Department use only)				
Does the data provided below reflect a Request for Variance? No Variance #:				
Data below is: Accident Year Data				
	2nd Prior Year	1st Prior Year	Most Recent Year	Projected*/ New Program**
1 California Direct Written Premium				3,826,000
2 California Direct Earned Premium				3,826,000
3 Premium Adjustment Factor (Developed in Exhibit 4)				
4 Premium Trend Factor * (Developed in Exhibit 5)				
5 Miscellaneous Fees and Flat Charges (Not included in Line 2; Developed in Exhibit 6)				-
6 Earned Exposure Units				42,111
7 Historic Losses (Projected for New Programs)				115,641
8 Historic Defense and Cost Containment Expense (DCCE)				42,059
9 Loss Development Factor (Developed in Exhibit 7)				
10 DCCE Development Factor (Developed in Exhibit 7)				
11 Loss Trend Factor* (Developed in Exhibit 8)				
12 DCCE Trend Factor* (Developed in Exhibit 8)				
13 Catastrophe Adjustment Factor (Developed in Exh 9)				
14 Credibility Factor for Losses & DCCE (Developed in Exhibit 10)				
15 Excluded Expense Factor (From Page 13)				0.00%
16 Ancillary Income (Developed in Exhibit 11)				-
17 Projected Federal Income Tax Rate on Investment Income (From Page 14)				35.00%
18 Projected Yield (From Page 14)				0.11%
Complete 19, 20 & 21 For Earthquake and certain Medical Malpractice with Reinsurance Only (see instructions)				
19 Direct Commissions				
20 Reinsurance Premium (Developed in Exhibit 12)				
21 Reinsurance Recoverables (Developed in Exhibit 12)				
Variance Change to Leverage on the basis that the insurer either writes at least 90% of its direct earned premium in one line or writes at least 90% of its direct earned premium in California. (Must be accompanied by Variance Request, subject to CDI approval)				
Variance Change to Efficiency Standard (Must be accompanied by Variance Request, subject to CDI approval)				
* For all trend factors, the Projected Column should reflect the annual trend expressed as a percentage.				
** For New Programs, please see Rate Filing Instructions, Page 4.				

STATE OF CALIFORNIA

Dave Jones, Insurance Commission

DEPARTMENT OF INSURANCE

300 SOUTH SPRING STREET
LOS ANGELES, CA 90013
(213) 346-6692
(213) 346-6824 (FAX)
MHiltgen@insurance.ca.gov

SENT VIA EMAIL



September 29, 2011

Mr. Francis E. Lauricella, Jr.
Chief Financial Officer and Secretary
Ulico Standard of America Casualty Company
475 Gate 5 Road, Suite 320
Sausalito, CA. 94965

SUBJECT: CDI File Number: 11-6920
Company File Number: N/A
Line of Insurance: Commercial Surety
Deemer Date: October 18, 2011

Dear Mr. Lauricella:

Thank you for the above referenced application. In order to continue our review, please note the following and our deadline request:

1. PRIOR APPROVAL RATE APPLICATION

Page 10 was not completed; please indicate any fees; note that if the company has Miscellaneous Income, it needs to be reflected in the Rate Template. (Miscellaneous Income = \$0 in the filed template).

RATE TEMPLATE AND RATEMAKING DATA (PAGE 7)

Please revise the Rate Template and Page 7 of the application; the earned premium on Line 2 should be equal to the written premium on Line 1, as this is a new program. The change at Max should be \$0, as this is a new program.

Please submit a revised Rate Template and revised Page 7.

2. DANIELSON NATIONAL INSURANCE COMPANY

Please note that "me too" filings are not acceptable in California. Each company's filing(s) is reviewed on its own merits for compliance with the California Insurance Code (CIC), the California Code of Regulations, Title 10, Subchapter 4.8 and the CDI's Rate Filing Instructions.

Page 2

3. \$15.00 FEE

Each of the rating tiers includes a \$15.00 fee for all bail bonds. Please advise us why the company is charging this fee? Please elaborate, and note that this fee should be included in the Rate Template under Misc. Income. Refer to #1 above.

4. FIXED EXPENSES – DANIELSON NATIONAL INSURANCE COMPANY

Please refer to the Explanatory Memorandum, paragraph 5. It is not acceptable in California to adopt the expenses of a competitor company. If the Rate Template includes the expenses of Danielson National Insurance Company, please revise the template to include only Ulico's expenses. Refer to #1. above.

Minimum Premium

Minimum Premium may reflect A.M. Best's Aggregates and Averages industry data but not the specific expenses of Danielson's as indicated in the Explanatory Memorandum. Each insurer's expenses differ and it is not acceptable to "me too" another company's expenses in California.

5. RENEWAL PREMIUM

Please revise the Rate Pages to include a Premium Determination Rule for Renewal Premiums. If not applicable, please include the information on the Rate Page.

6. UNDERWRITING GUIDELINES

We noted that no Underwriting Guidelines were included in the filing. Please file a copy of the current Underwriting Guidelines for the filed bonds pursuant to CCR Section 2648.4(a).

7. BAIL BOND FORMS

Please refer to Forms, Page 12(a) of the Prior Approval Application. There are a total of four forms listed. The form numbers differ from those on the Company's Form List which includes twenty one forms. For example, there is no Form BBAP on the Company list of forms or included in the filing. Please revise Forms, Page 12(a) and elaborate why these two lists differ.

Indemnity Agreement for Surety Bail Bond – UL-0100

Page 3 of the Indemnity Agreement was not included in the filing. Please submit a copy of Page 3 for our records pursuant to CCR Section 2648.4(a).

Also, Form UL-0100 does not include the Surety Company's name pursuant to CIC Section 430. Please include the applicable company's name on Page 1 and 2 of UL-0100 and provide a copy of the revised page.

Company Name

Please advise if policy forms and endorsements will be issued under the name of Ulico Standard of America Casualty Co. or will they be issued under Seaview Surety due to the recent acquisition of Ulico by Seaview?

Page 3

7. BAIL BOND FORMS (CONTINUED)

Amendment To Indemnity Agreement For Surety Bail Bond – Form AL-0101

Please include the company name on the heading of this form pursuant to CIC Section 430.

Statement of Charges – Form ALSC-60

Please refer to the Statement of Charges form and include the company name on the heading of this form pursuant to CIC Section 430 as this is a PREMIUM related form.

Appeal Bond Bond – UL-0002

Please refer to UL-0002; this is a rate impact form; however, it does not appear that there are separate rates filed for this form. Please advise? The company may include the rates in the proposed filing or withdraw the form from use in CA.

Indictment Bail Bond – UL-0003

Please refer to UL003; this is a rate impact form and no rates have been filed for the form. Please file the rates pursuant to CIC Section 1861.05(a) or withdraw the form from use in California.

8. ALADDIN BAIL BONDS

Please clarify - is Aladdin Bail Bonds an Agent or MGA for Ulico? Does Aladdin have authority to rate all bail bonds and issue the policy (Indemnity Agreement) to the insured (principal)? What is the commission percentage paid by ULICO to Aladdin?

9. WAIVER OF THE DEEMER PROVISION

To allow Ulico sufficient time to respond to our queries and allow the CDI time to review the company's responses as well as process the filing, we request that the company waive the deemer date of October 18, 2011. Note that the waiver request should be from October 18, 2011 and forward.

The filing is considered incomplete pursuant to CCR Section 2648.4(a). Please provide the requested revisions and additional information referenced above by October 13, 2011.

Sincerely,

Mary Hiltgen

Mary Hiltgen, CPCU, AU
Associate Insurance Rate Analyst
Rate Regulation – Los Angeles

Hiltgen, Mary

From: Hank Lauricella [hlauricella@fl-advisors.com]
Sent: Friday, October 07, 2011 5:37 PM
To: Hiltgen, Mary
Cc: 'Cerny, Robert J.'; asterett@svinsco.com
Subject: CDI File 11-6920 Response to Sep 29 Letter Email 1 Of 3

Dear Ms. Hiltgen,

In response to your letter of September 29, I am sending you the following documents in 3 emails. The first 4 attachments are included in this email 1 of 3:

1. Letter to Mary Hiltgen, dated October 7, 2011;
2. Retail Underwriting Policy;
3. Plan of Operations Form A CDI File APP-2011-00470 Ulico Standard;
4. UCAA Pro-Forma Financial Statements with Discussion Form A CDI File APP-2011-00470 Ulico Standard;
5. Rate Template Prior Approval Rate App CDI File 11-6920 Revised 111007 Ulico Standard;
6. Page 7 Ratemaking Data Prior Approval Rate App CDI File 11-6920 Revised 111007 Ulico Standard;
7. Page 12(a) Forms Prior Approval Rate App CDI File 11-6920 Revised 111007 Ulico Standard;
8. Page 12(a) Forms Index CDI File 11-6920 Revised 111005;
9. Bail Bonds Rate Manual Exceptions Page Revised 111005;
10. Form AL-0101 Revised 111005;
11. Form UL-0100 Revised 111005; and
12. Form ALSC-60 Revised 111005.

Please contact me if you have any questions. Thank you.

Sincerely,

Francis E. Lauricella, Jr.
Chief Financial Officer and Secretary
Seaview Insurance Company
(415) 931-9447 Office
(415) 730-8945 Cell
hlauricella@fl-advisors.com

Approval Rate Form, CDI File 11-6920
are App CDI File 11-6920 Revised
11-6920 Revised 111007 Ulico

I. OVERVIEW

This Plan of Operation relates to the proposed acquisition of control and subsequent operation of Ulico Standard of America Casualty Company, a multi-line property and casualty insurer domiciled in California (the “Company”). Capitalized terms not specifically defined in this Plan of Operation shall have the meanings assigned to them in the Form A Information Statement to which this document is an exhibit. In sum, following its acquisition by the Offeror, the Company will issue bail bonds in California under the Company’s existing surety authority.

A. The California Market Needs Another Competitor

There is ample room for another player in the bail bonds market in California. In 2005, the top three bail sureties accounted for over 60% of bail premiums written, while the top five sureties wrote over 80% of total premium, as indicated in Table 1 below. Furthermore, only 10 insurance groups were active in the California market in 2005, as Fairfax Financial and AIA (a joint venture consisting of International Fidelity; Associated Bond, a California agency; and the management of Alleghany Casualty) each had two sureties writing business.

Table 1

2005 California Taxable Bail Premiums

<u>Rank</u>	<u>Company</u>	<u>Parent</u>	<u>CA Bail Premiums</u> (\$ 000's)	<u>Market Share</u>
1	Lincoln General Ins Co	Kingsway (NYSE:KFS)	94,800	26.6%
2	Fairmont Specialty Ins Co (a.)	Fairfax Fin (Toronto:FFH)	52,341	14.7%
3	International Fidelity Ins Co	Private/AIA Hld/Nairn Family	49,253	13.8%
4	American Contractors Indemn Co	HCC (NYSE:HCC)	41,312	11.6%
5	Bankers Ins Co	Private	26,844	7.5%
6	Accredited Surety and Casualty	Private/Jallad Family	23,373	6.5%
7	Lexington National Ins Co	Private/Frank Family	22,997	6.4%
8	American Surety Co	Private/Whitlock, Carmichael	21,659	6.1%
9	Seneca Ins Co	Fairfax Fin (Toronto:FFH)	11,116	3.1%
10	Allegheny Casualty Co	Private/AIA Hld/Nairn Family	9,960	2.8%
11	Continental Heritage Ins Co	Private/ProAlliance	3,110	0.9%
12	Aegis Security Ins Co	Private	103	0.0%
Total			356,868	100.0%

Notes:

(a.) Formerly Ranger Ins Co

Source: CDI, AM Best

In 2009, the California market was similarly concentrated, although market share data comparable to that included in Table 1 above is not available. Four companies (Fairfax Financial, AIA, Bankers Insurance, and Financial Casualty & Surety) issued bail bonds written by six of the seven leading California bail bond agencies, as illustrated in Table 2 below. (The number of bail bond offices was used as an indicator of scale of operations to identify the leading California bail bond agencies below because data on California bail bond premiums by surety or agency was not available.)

Table 2

Bail Bond Surety Appointments

<u>Agent</u>	<u>Bail License #</u>	<u>Appointments</u>	<u>Since</u>
Aladdin/Two Jinn	1843442	Lincoln General Insurance Co.	2004
		Danielson National Insurance Co.	2008
		Western Insurance Co.	2009
Absolute Bonding Corp.	1841120	The North River Ins. Co./Fairfax	2007
		Bankers Insurance Co.	2005
		Financial Casualty & Surety/Steves	2007
		Continental Heritage Insurance Co.	2000
All-Pro Bail Bonds	1843885	Bankers Insurance Co.	2006
Associated Bond		Alleghany Casualty Co./AIA Hld.	1999
		International Fidelity Ins. Co./AIA Hld.	1999
		Sterling Casualty Insurance Co.	1999
Bad Boys	1841399	The North River Ins. Co./Fairfax	2007
Liberty Bail Bonds	1398114	Financial Casualty & Surety/Steves	2008
		Lexington National Ins. Co.	2007
King Stahlman Bail Bonds	1215709	Seneca Insurance Co. /Fairfax	1998
		International Fidelity Ins. Co./AIA Hld.	1996
		Accredited Surety and Casualty Co.	2004
		Sterling Casualty Insurance Co.	1981

Source: CDI "Agents & Brokers: License Status Inquiry"

In 2009, Lincoln General, the bail surety market share leader in California since at least 2003, went into run-off under the supervision of the Pennsylvania Department of Insurance. While Lincoln General's bail bond program in California remained highly successful, the company experienced large losses in certain lines of property and casualty insurance, primarily commercial auto. Lincoln General accounted

for approximately 20%-to-25% of bail bonds written in California during the year prior to its being placed under supervision. During the last ten years, two other leading California bail bond sureties (Frontier Insurance Company and Amwest Surety Insurance Company) ceased issuing bonds when they were placed under regulatory supervision. As in the case of Lincoln General, non-surety lines of property and casualty insurance were responsible for the financial problems of Frontier and Amwest, whose bail bond programs remained profitable.

The majority of leading bail sureties operating in the United States are already present in California. Currently absent from the California market are American Reliable, which is a subsidiary of Assurant (NYSE:AIZ); Safety National, which is a subsidiary of Delphi Financial (NYSE:DFG); American Safety Casualty, which is a subsidiary of American Safety Insurance Holdings (NYSE:ASI); Roche Surety and Casualty Company, which is privately owned by the Roche Family; Universal Fire & Casualty Insurance Company, which is privately owned by Tom Parker, and Sun Surety Insurance Company, which is privately owned by the Wood Family. Of these companies, Assurant writes a significant book of bail bonds. The three privately owned companies are bail specialists but remain relatively small, regional companies. Delphi Financial and American Safety are not major bail bond issuers.

The Company's operation as a bail bonds surety would bring new capacity and competition to the California bail bond market at an optimal time, particularly in view of Lincoln General's severe financial difficulties.

B. Limited Financial Risk to Company

The contractual relationship between a bail bond agent and its surety produces a risk mitigation system in the bail bond business that is unique in the insurance industry. The surety is insulated in a variety of ways from bail bond losses that result when a defendant fails to make a scheduled court appearance. First, the licensed bail agent has the opportunity to cure the forfeiture through various means (including voluntary reinstatement and apprehension) thereby avoiding losses altogether. The licensed bail agent takes responsibility for, and incurs the related expense of, curing the forfeiture by locating and tracking defendants that have failed to appear, using call centers, investigators and recovery personnel while coordinating with law enforcement.

Second, through a bail bond indemnity agreement, the licensed bail agent requires the defendant and any co-signors to indemnify both the licensed bail agent and the surety from any bail bond losses and related expenses, particularly the penal sum of the bail bond, if the defendant fails to appear in court and the resulting forfeiture is not cured.

Third, the licensed bail agent frequently requires collateral, typically in the form of cash deposits or deeds of trust on real property, from the defendant and/or other co-signors as another financial resource to pay for potential bail bond losses and related expenses.

Fourth, the contract between the licensed bail agent and the surety also requires the agent to deposit a fixed percentage of the gross bail premium received into an escrow account, known as a build-up fund or "BUF" or a contingent reserve account "CRA", which amounts are held in trust as collateral by the surety. Up to 10% of gross bail premium collected by the licensed bail agent is deposited into the BUF account from which bail bond losses and related expenses are paid when incurred.

Finally, if the BUF is exhausted, the licensed bail agent typically is obligated to pay for any bail bond losses directly and indemnifies the surety from any bail bond losses.

Meanwhile, the surety focuses on agent selection and monitoring, bond issuance and tracking and management of BUF accounts and loss reimbursement. The surety incurs and pays losses on summary judgments only after the indemnifications, collateral, and BUF prove to be insufficient. In consideration for bearing most of the expense associated with this risk mitigation system, the licensed bail agent contractually keeps, according to the revenue sharing arrangement specified in its agency agreement with the surety, the vast majority of the bail premium collected. When this risk mitigation system is rigorously deployed, the result is that sureties consistently incur extremely low losses.

II. SPECIFICS OF OPERATION

A. Use of Licensed Agents

1. Appointment of Agents. As a surety licensed in California, the Company cannot undertake bail contracts directly. Accordingly, the Company will conduct its business through one or more licensed bail agents in California.

The Company will initially appoint Two Jinn, Inc., a California corporation licensed by the California Department of Insurance (the "Program Manager"), as its first licensed bail agent. The respective rights, duties and obligations of the Company and the Program Manager are set forth in the Program Manager Agreement, a draft of which is attached as an exhibit to the Form A Information Statement to which this Plan of Operation relates. The Program Manager is one of the largest bail services companies in the United States and has been consistently profitable and very well managed by a highly skilled team of seasoned executives who have developed and implemented a world class information technology platform that provides it with unprecedented real time bail management tools and a clear competitive advantage in the industry.

2. Agent's Duties and Responsibilities. As set forth in the Program Manager's Agreement, the Program Manager and its licensed employees will perform the following duties, subject at all times to the oversight and control of the Company:

(a) advertise and solicit applications for bail bonds; (b) receive, evaluate, reject, and

accept requests for bail services; (c) calculate and collect premiums for bail bonds in accordance with the Company's underwriting policies. The Program Manager will be authorized to accept and receive collateral from its clients, families and friends in the name of the Company, subject to the underwriting and claims procedures established by the Company. Bonds will be posted only on forms approved and provided by the Company. The Program Manager shall also be responsible for locating and, if possible, obtaining reinstatement of released defendants who fail to make a scheduled court appearance. The Program Manager will pursue, apprehend and return to the court any fugitive defendants. Finally, the Program Manager will take the steps necessary to have bail bonds exonerated once released defendants make their required court appearance(s) and will pay the penal sum of the bond upon summary judgment in the small percentage of cases in which fugitive defendants cannot be found and returned to the criminal justice system.

3. The Company's Supervision of Its Agents. California state law

requires that the vast majority of the actions required and of the risks and responsibilities involved in the undertaking of bail reside with the licensed bail agent. Given the critical importance of the licensed bail agent in commercial bail services, the Company views the screening, selection and appointment of licensed bail agents to be one of its most important tasks. The extensive and successful business experience of the Company's post-acquisition proposed senior executives has prepared them extremely well for this responsibility. Mr. Patrick Kilkenny built Arrowhead General Insurance Agency, of which he was majority owner and chairman, from a small insurance agency into the

largest privately owned general agency in the United States. Mr. Francis E. Lauricella, Jr., has worked extensively as a financial consultant to insurance agencies and financial services technology companies and most recently as an advisor to one of the largest retail bail services companies in California. During part of his 14-year employment with JP Morgan, Mr. Lauricella served as a senior insurance industry analyst, with responsibility for assessing the credit worthiness of U.S. insurance companies.

The Company's proposed senior executives believe that critical success factors for licensed bail agents include scale, financial stability and highly disciplined management procedures. As a result, the Company will seek to identify and contract with large, well financed, and professionally managed licensed bail agents. The Company will evaluate potential agent appointees pursuant to the following criteria:

- (i) Industry experience and reputation
- (ii) Compliance with California Penal Code, California Insurance Code and the California Code of Regulations, Title 10
- (iii) Compliance with all aspects of contracts with current sureties
- (iv) Information and management decision making systems currently in place
- (v) Number of offices, sub-agents and employees
- (vi) Procedures, particularly regarding underwriting, followed by a licensed bail agent and his or her licensed employees to provide pre-trial release services to the general public

- (vii) Procedures followed to monitor released defendants, to analyze business performance, and to manage claims: tracking released defendants, court appearance schedules, filing for exonerations, locating and apprehending fugitive defendants, and paying summary judgments
- (viii) Procedures followed to manage premiums and collateral received and bond inventory
- (ix) Operating performance
- (x) Financial performance and viability
- (xi) Litigation: past and outstanding
- (xii) Complaints

In conformity with the foregoing criteria, the Company will assess whether the licensed bail agent has the ability to satisfy the Company's performance standards. The Company will thereafter monitor and audit each appointed agent's operations to ensure compliance with the Company's performance and underwriting standards. The Company will provide each licensed bail agent with an inventory of bonds to post when undertaking bail.

4. Agent Compensation. Unlike property and casualty insurance agents who are paid commissions of 10%-to-15% of premiums written, licensed bail agents retained in 2009 on average 89.5% (89.4% median) of the gross bail premiums that they produced, as indicated below in Table 3, Premium Split between Bail Agents and Surety. On average, sureties that specialize in bail bonds kept the remaining 10.5% of gross bail

premiums, i.e. the net bail premiums, to cover potential losses and other operating expenses, including paying premium taxes on gross bail premiums, and to make a profit. (Net bail premiums account for over 80% of total net premiums written by Lexington National and Accredited Surety and for 100% of total net premiums written by the four other sureties in the peer group.) This significant distinction in compensation between property and casualty insurance agents and licensed bail agents reflects fundamental differences between property and casualty insurance and the bail bonds business. First, while property and casualty insurance is a mechanism to spread the financial risk of statistically inevitable individual losses over a larger group of policy holders, commercial bail is a mechanism to assure that defendants released appear at court when scheduled. Although a prudent, meticulous licensed bail agent might not be able to eliminate summary judgments on forfeited bonds, losses incurred by the bail surety that back stops bonds written by the licensed bail agent, can be kept extremely low by the risk mitigation procedures that the industry practices. These risk mitigation procedures include sound underwriting practices, efficient and effective tracking systems deployed by the bondsmen, build up fund and collateral accounts that are in a first loss position, and the personal indemnification provided by the bondsmen and managing general agents. Because the cost of these risk mitigation procedures is largely born by the licensed bail agent, the agent keeps the majority of the gross bail premiums produced. By contrast, the property and casualty agent simply focuses on selling policies, providing varying degrees of policy administration and underwriting support to the property and casualty insurance company.

Table 3 Premium Split between Bail Agents and Surety					
	2009 Gross Ball Prens*	Withheld by Agents*	Agents' Comm % Gr Prem	Net Ball Premiums*	Net % Gross Premiums
<u>Surety</u>					
Lexington National	113,114.1	102,157.4	90.3%	10,956.7	9.7%
Accredited Surety	77,261.3	70,905.6	91.8%	6,355.7	8.2%
American Surety	69,322.6	61,109.6	88.2%	8,213.0	11.8%
Roche Surety	32,801.0	30,503.2	93.0%	2,297.8	7.0%
Universal Fire	20,008.5	17,715.3	88.5%	2,293.2	11.5%
Sun Surety	15,821.6	13,519.6	85.5%	2,302.0	14.5%
Average			89.5%		10.5%
Median			89.4%		10.6%

* Amounts in \$ 000s

Source: Company Statutory Annual Statements

The states of Florida, Indiana, Maryland and South Dakota, where the six sureties that specialize in bail bonds identified above are domiciled, require bail sureties to report bail premiums net of retentions by licensed bail agents. Moreover, the Notes to Financial Statements of the Annual Statement of five of these bail sureties provide detail on the gross bail premiums, the percentage of gross bail premiums withheld by licensed bail agents, and the sureties' net bail premiums. (In South Dakota, this breakdown is provided in a Supplemental Schedule T of the Annual Statement.) The Premium Tax is estimated as the amount that appears in the Underwriting and Investment Exhibit, Part 3 – Expenses, Line 20.1, State and local insurance taxes deducting guaranty association credits of each surety's Annual Statement.

Once premium taxes are paid, a surety insurer typically has roughly 8.0% of gross bail premiums left to cover its operating expenses, including loss payments, if any, and a profit margin. As indicated below in Table 4, Breakdown of Premiums Net to Surety, of the 10.5% of gross bail premiums retained on average by the sureties in 2009,

2.0% on average was paid as premium taxes while the remaining 8.5% covered any losses incurred, other underwriting expenses, and profit. The median value of the sureties' net bail premiums (less premium taxes) as a percent of gross premiums was also 8.5%, with a range from 5.3% to 12.1% and a standard deviation of 2.39%.

Surety	Gross Bail Premiums*	Net Bail Premiums*	Net % Gr Premiums	Net Bail Prem Less Prem Tax*	Net Ex Tax % Gr Prem	Premium Tax*	Prem Tax % Gr Prem
Lexington National	113,114.1	10,956.7	9.7%	8,697.3	7.7%	2,259.4	2.0%
Accredited Surety	77,261.3	6,355.7	8.2%	5,396.1	7.0%	959.6	1.2%
American Surety	69,322.6	8,213.0	11.8%	6,734.3	9.7%	1,478.7	2.1%
Roche Surety	32,801.0	2,297.8	7.0%	1,729.9	5.3%	567.9	1.7%
Universal Fire**	20,008.5	2,293.2	11.5%	1,873.0	9.4%	420.2	2.1%
Sun Surety	15,821.6	2,302.0	14.5%	1,917.5	12.1%	384.5	2.4%
Average			10.5%		8.5%		1.9%
Median			10.6%		8.5%		2.0%

* Amounts in \$ 000s

** Premium tax based on comp average

Source: Company Statutory Annual Statements

B. Underwriting Policy

1. Overview. The Company and the licensed bail agent whose licensed employees will undertake bail on the Company's behalf will agree on a written underwriting policy. The written underwriting policy will establish the underwriting limits and authorization required for the licensed bail agent and his or her licensed employees, including retail bail agents, branch managers, regional managers and senior executives. Subsequent changes to certain provisions of the written underwriting policy,

particularly regarding collateral and issue or authority limits, will require the Company's prior written approval in each instance. The licensed employees of the licensed bail agent will be required to understand and adhere to the underwriting policies and to sign an acknowledgement that any failure to comply may result in disciplinary action by the licensed bail agent, including immediate suspension and possible termination.

2. Underwriting Authority and Limits. Once appointed by the Company, a licensed bail agent shall be authorized to post bail bonds on the Company's paper in an amount up to \$250,000 in penal sum per transaction, subject to the following restrictions. First, bonds in excess of the above maximum limit per transaction will require the Company's prior written consent. Second, bonds in excess of \$100,000 in penal sum per transaction will require the prior authorization a senior executive officer of the licensed bail agency. Third, bonds up to a penal sum of \$100,000 per transaction shall be subject to the written underwriting policy established under the agent agreement. Fourth, bail bonds greater than \$150,000 in penal sum shall be secured by collateral of at least 75% of the penal sum of the bail bond. Fifth, the binding authority of any licensed bail agent, branch manager, regional manager or executive of the licensed bail agent will be immediately suspended if his or her employment with the licensed bail agent is terminated or his or her agent license is revoked. Sixth, the licensed bail agent shall not write annual gross bail premiums in excess of a limit of \$5,000,000. Finally, the licensed bail agent shall submit to the Company the following documents and information related to bail bond transactions exceeding \$150,000: (a) a completed and signed application; (b) duly signed indemnity agreement; (c) a properly executed deed

of trust and disclosure statement as specified by law for real property taken as collateral; (d) a copy of a credit report for bond indemnitors; and (e) copies of statements of cash, assignments of brokerage accounts, and/or irrevocable letters of credit taken as collateral.

3. Mitigation of Underwriting Risk. As part of the underwriting policy, the Company and each licensed bail agent will agree that certain types of arrestees present high flight risk and thus that bail transactions for such arrestees should be evaluated with extreme caution. In particular, the Company believes that arrestees who are transient or who otherwise lack strong ties to the community (e.g. family, work, etc.), present significantly higher flight risk than arrestees with strong community relationships. The underwriting approval of a regional manager or an executive officer of the licensed bail agent will therefore be required before a licensed employee may complete such a transaction.

The bail bond application gathers detailed defendant and co-signor information that allows the licensed bail agent to identify such risks and, if necessary, to pursue and apprehend any arrestee who fails to make a scheduled court appearance. The Program Manager has automated bail bond application ability through a computer-based system that collects and analyzes the relevant arrestee and co-signor information and prevents the undertaking of bail transactions that represent unacceptable flight risk or for which insufficient information has been collected to make such a determination. The computer-based system requires the Program Manager's licensed employees in certain cases to gather credit reports and credit scores to help determine whether the defendant

and co-signors are financially able to make good on the indemnification that they provide to the Program Manager.

4. Collateral. The Company will authorize each licensed bail agent to take delivery of collateral to secure bail bonds, including collateral in the form of deeds of trust, cash deposits, assignments of brokerage accounts, irrevocable letters of credit and the like, and to return such collateral as appropriate. The licensed bail agent will take no personal property (cars, boats, jewelry, etc.) as collateral.

Collateral for bail bonds, in whatever form, shall be (a) taken in the Company's name, (b) held by the licensed bail agent as trustee, (c) reported in accordance with the Company's instructions and (d) maintained by the licensed bail agent in accordance with the statutes, rules and regulations of any governmental agency having jurisdiction over the licensed bail agent's business operations concerning the maintenance, accounting, segregation, reconveyance and return of any and all such collateral. Any cash deposits shall be held in a joint trust account established in advance in the name of the Company and the licensed bail agent.

The Company's underwriting policies established with each licensed bail agent will specify the procedures for securing a lien against property, including the deed of trust form to be used and the required signatures of both spouses to execute a deed of trust encumbering marital property. The underwriting policies also will stipulate procedures for filing the deed of trust with the county recorder where the property is located and for releasing a lien and issuing a full re-conveyance.

5. **Accounting.** With respect to accounting, the Company will deposit contingent reserve account funds (known in the industry as build-up funds or “BUF”) into an account owned by the licensed bail agent and held in trust by the Company as security for the agent’s obligations to the Company. The Company will reimburse the licensed bail agent from this escrow account for all claims payments made by the agent. From the net bail premiums written by the Company, i.e. net of the portion of the gross bail premiums written retained by the licensed bail agent, the Company will pay state premium taxes owed based on the gross bail premiums written. Finally, the Company will prepare and submit to the California Department of Insurance all financial statements and all other regulatory filings and will fulfill other requirements and requests to remain in good standing with the California Department of Insurance.

C. Information Systems

The Company will obtain information technology systems and certain administrative services from the Program Manager pursuant to the Program Manager Agreement and the Administrative Services Agreement in the forms attached to the Form A Information Statement to which this Plan of Operation is an exhibit. Through its relationship with the Program Manager, the Company will have access to a proprietary bail technology platform that is the finest available in the United States. Not only will this system provide the Company with real time access to critical bail management information, but it will also provide the Company with additional analytic tools.

D. Advertising

Because of the unique nature of bail bonds, the Company does not plan to advertise extensively on its own. Rather, the Company's licensed bail agents do their own advertising, which generally consists of advertisements placed in the yellow pages of their respective local telephone companies, postings displayed within jails and detention facilities and by other means which are acceptable under local court rules and regulations.

E. Investments

The Company's investments will be managed and overseen by the Company's president and chief financial officer in accordance with the requirements of California law and with the assistance of third party financial professionals as needed. The Company's investment strategies are simple: approximately 100% will be invested in cash and government bonds with any balance being distributed among common stocks and other assets authorized for investment under California law.

F. Special Investigation Unit ("SIU")

Insurers authorized to transact insurance in California are required to establish a Special Investigations Unit to identify, investigate and report potential instances of insurance fraud. Because of the unique nature of the bail bonds business, fraud in relation to underwriting or "claims" involving the Company would be extremely rare. Notwithstanding the foregoing, the Company will implement an appropriate anti-fraud program in conformity with California law.

G. Office Space

The Company will sub-lease approximately _____square feet of office space from its affiliate, Two Jinn, Inc. (i.e. the Program Manager). The terms of the sub-lease are set forth in the Administrative Services Agreement attached to the Form A.

H. Compensation of Officers/Directors

As noted in the Form A to which this Plan of Operation is attached, Patrick J. Kilkenny, Francis E. Lauricella, Jr. and William R. de Jonge will serve as the members of the Company's Board of Directors. Members of the Company's Board will not receive additional compensation for performing the functions of a director; however, such individuals will be reimbursed for their reasonable travel, lodging and other expenses, if any, incurred in connection with attendance at Board meetings.

Patrick J. Kilkenny shall serve as the Company's President and Chief Executive Officer. Francis E. Lauricella, Jr. shall serve as the Company's Secretary and Chief Financial Officer. Each of such individuals shall be paid an annual salary of \$150,000, payable in 24 equal installments. It is not anticipated at this time that either Mr. Kilkenny or Mr. Lauricella will enter into a written employment agreement with the Company. And neither of such individuals has entered into a written employment agreement with Seaview Surety Holding, LLC, the proposed immediate parent of Company.

No officer, director, trustee, investment committee member or actuary of the Company will received, directly or indirectly, a commission from any licensed bail agent on any business written by such agent.

I. Conflict of Interest

The Company has a procedure for ascertaining whether there will be any conflict of interest between its business and the private interests of its officers and directors. This procedure consists of a written confidential questionnaire, answered under oath, by each officer and director. A copy of such questionnaire is attached to Form A and incorporated herein by this reference. Such questionnaire fully inquires into the areas specified in California Insurance Code Section 1101.

J. Reinsurance

The Company will not obtain reinsurance as such is unnecessary in light of the Company's initial plan to issue only bail bonds under the Company's existing surety authority.

SEAVIEW SURETY HOLDINGS, LLC
PLAN OF OPERATION

VERIFICATION

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that I am authorized to execute the same.

3/11/11
Date

[Signature]
Signature

[Signature]

[Signature]

ULICO STANDARD OF AMERICA CASUALTY COMPANY

AMENDMENT TO INDEMNITY AGREEMENT FOR SURETY BAIL BOND

This Amendment to Indemnity Agreement for Surety Bail Bond ("Amendment") is effective as of _____, 20____ ("Effective Date"), by and between Aladdin Bail Bonds ("Aladdin") and _____ ("Indemnitor") (each a "Party" and collectively the "Parties").

RECITAL

Aladdin is in the business of providing surety bail bonds for criminal defendants. In connection with _____ County Superior Court Case No. _____, the court has set bail for criminal defendant _____ (the "Defendant") in the total penal amount of \$_____. In exchange for providing Bail Bond # _____ (and/or such other bonds in connection with the above case) (the "Bond"), the Defendant and/or other indemnitors have agreed to (1) pay Aladdin a premium in the amount of \$_____ (the "Premium"); and (2) indemnify Aladdin for any expenses incurred in the event of the Bond's forfeiture. As inducement for the above named Indemnitor to execute the Indemnity Agreement for Surety Bail Bond (the "Bond Contract"), Aladdin has agreed to limit Indemnitor's obligations thereunder solely with respect to the Premium payment as provided in this Amendment.

AMENDMENT

In consideration of the above Recital and for valuable consideration, the Parties agree as follows:

1. **Limited Liability for Continuing Premium Payments/Void After Forfeiture Expense.** Other than amounts paid as an initial down payment toward Premium, if any, Indemnitor shall not be responsible to pay Aladdin any remaining portion of the Premium due for the Bond, provided however, the Bond does not become forfeited. In the event Aladdin incurs any expense as a result of Bond forfeiture, Indemnitor shall be liable for all Premium due in addition to any and all expenses incurred as a result of the Bond's forfeiture, including but not limited to the total penal amount of the Bond, all as set forth in the Bond Contract. This Amendment applies solely to the above named Indemnitor and may not be assigned for the benefit of any other party.
2. **Other Portions of Bond Contract Unaffected.** The Parties agree that this Amendment does not in any way affect, limit, or alter Indemnitor's obligations under the Bond Contract with respect to contingent liability for Bond forfeiture. All such obligations, including the terms and conditions of the Bond Contract which are expressly incorporated herein by reference, shall continue in full force and effect.
3. **Integrated Agreement.** The Parties acknowledge and agree that no promises or representations were made to them which do not appear written herein and that this Amendment and the Bond Contract contain the entire agreement of the Parties on the subject matter thereof. The Parties further acknowledge and agree that all prior statements, agreements, understandings or promises, written or oral, are superseded by the Bond Contract and this Amendment.

IN WITNESS WHEREOF, the Parties have executed this Amendment, effective _____, 20_____.

Aladdin Bail Bonds:

AGENT SIGNATURE

PRINT AGENT NAME

PRINT INDEMNITOR NAME

INDEMNITOR SIGNATURE

ULICO STANDARD OF AMERICA CASUALTY COMPANY

**INDEMNITY AGREEMENT
FOR
SURETY BAIL BOND**

RECITAL

The following is a bail bond contract/indemnity agreement between you (as the defendant or indemnitor(s)), Two Jinn, Inc. dba Aladdin Bail Bonds ("Aladdin"), and ULICO Standard of America Casualty Company ("ULICO") (collectively "we" and/or "us"). It provides for, among other things, the consequences to you as a result of failing to pay the bail bond premium and/or the defendant's failure to appear in court as ordered.

In order to keep the bail bond in force and the defendant out of jail, you must (1) pay the bail bond premium, and (2) ensure that the defendant appears in court on the required dates. If a bail bond premium is not fully paid and/or the defendant does not appear in court as ordered, we may surrender the defendant back to the custody of the court and charge you for all expenses incurred in locating, capturing, and returning the defendant to court. Additionally, **IN THE EVENT WE ARE UNABLE TO RETURN THE DEFENDANT TO COURT WITHIN THE TIME PRESCRIBED BY LAW AND MUST PAY THE FULL PENAL AMOUNT OF THE BAIL BOND, YOU ARE RESPONSIBLE TO REIMBURSE US FOR ALL AMOUNTS WE MUST PAY, INCLUDING THE PENAL SUM OF THE BOND, INVESTIGATION COSTS, COURT COSTS, AND ATTORNEYS' FEES (INCLUDING ATTORNEYS' FEES INCURRED RECOVERING THESE AMOUNTS FROM YOU).** In such an event, any premium amounts paid by you will not offset your obligation for the full penal amount of the bond.

Please carefully review each of the terms and conditions of the following bail bond contract/indemnity agreement.

ULICO STANDARD OF AMERICA CASUALTY COMPANY

INDEMNITY AGREEMENT FOR SURETY BAIL BOND

This Indemnity Agreement ("Agreement") is effective as of _____, 20____. In consideration for the executing, arranging, and continuance of the undertaking of bail for _____ (the "Principal" or "Defendant") in the penal amount of \$ _____ ("Bail Bond"), the undersigned Indemnitor(s) agrees to pay the Bail Bond premium(s) and to indemnify Aladdin Bail Bonds ("Aladdin") and ULICO Standard of America Casualty Company ("ULICO") as follows:

1. General Conditions of Bail. As a further condition to Aladdin and/or Surety maintaining the Bail Bond, Indemnitor(s) and Principal/Defendant agree that their failure to satisfy any of the following conditions constitutes a breach of this Agreement and may result in Defendant's surrender to custody without return of premium:

(a) **THE DEFENDANT MUST RETURN TO ALADDIN'S OFFICE IMMEDIATELY UPON RELEASE FROM JAIL.** Failure to do so may result in the Defendant being surrendered back to custody in accordance with paragraph 5 below ("Surrender"), and additional fees may be owed pursuant to paragraph 4 below ("Indemnification").

(b) The Defendant must **APPEAR AT ALL COURT DATES** in person as ordered by the court.

(c) If the defendant fails to appear in court, he/she must contact Aladdin immediately for possible bail bond reinstatement. If reinstatement is approved by Aladdin, the Defendant must submit the reinstatement document provided by Aladdin to the clerk of the court immediately or it will otherwise be void. Please be advised that under these circumstances the Defendant's warrant is still active until he/she has appeared in court and the judge has recalled the warrant.

(d) As more fully set forth in paragraph 4 below, the Defendant and Indemnitor(s) are responsible for any and all expenses incurred by Aladdin or its Surety as a result of the Defendant's failure to appear for scheduled court dates.

(e) The Defendant and Indemnitor(s) must notify Aladdin if they (or any of them) change their residence address, business address, telephone numbers, or employment.

(f) The Defendant and Indemnitor(s) shall remain liable hereunder until such time as the Bail Bond is exonerated and Aladdin and/or Surety are fully indemnified for any losses pursuant to paragraph 4 below ("Indemnification").

(g) **Supervised Bail.** The Defendant may be placed on supervised bail at any time in Aladdin's sole discretion. If placed on supervised bail, Defendant must check in with Aladdin or its designee as requested by Aladdin.

2. Premium. Indemnitor(s) shall pay Aladdin \$ _____ for continuance of the Bail Bond (the "Premium"). The Premium is fully earned upon the release of the Principal. The fact that the Principal may have been improperly arrested, or his bail reduced or his case dismissed, shall not obligate the return of any portion of said Premium. In the event any Premium due is not paid upon demand, Aladdin and/or Surety maintain the right to surrender the Principal as provided by law, in addition to exercising any other available legal remedies arising from this Agreement. Any amounts due hereunder shall bear interest at the maximum rate allowed by law. Time is of the essence as to all payments.

3. Collateral. Aladdin and/or Surety may require Indemnitor(s) to deposit money or other property as collateral in an amount or value which Aladdin and/or Surety determines, in their sole and absolute discretion, sufficient to protect against the risk of Bail Bond forfeiture and/or summary judgment ("Collateral"). If as a result of judicial action bail is increased, Aladdin and/or Surety may demand such additional Collateral as they determine necessary to protect against the increased risk. In the event Indemnitor(s) or Principal misrepresents or conceals

information which would have been material to Aladdin and/or Surety's decision to execute the Bail Bond, or otherwise takes any action which creates an increase in the risk of Bail Bond forfeiture, Indemnitor(s) shall, upon demand, deposit Collateral in an amount or value equivalent to the full penal amount of the Bail Bond. Indemnitor(s) authorizes Aladdin and/or Surety to levy upon Collateral in any lawful manner to recover sums due under this Agreement for unpaid Premium, indemnity obligations, fees, costs, expenses, and/or other liabilities for which Indemnitor(s) has agreed to indemnify Aladdin and/or Surety hereunder. Following exoneration or other final disposition of the Bail Bond and following the application of Collateral to satisfy Indemnitor(s)'s obligations, any excess Collateral shall be immediately returned to the depositor.

4. Indemnification. To the fullest extent permitted by law, Indemnitor(s) agrees to indemnify and reimburse Aladdin and/or Surety for any and all losses, damages, judgments, attorneys' fees (including the reasonable value of services performed by Aladdin and/or Surety's in-house legal staff, claims staff, and/or investigative staff), costs, expenses, or liability of any kind whatsoever arising out of or relating to the following:

- (1) the Principal and/or Indemnitor(s)'s breach of any of the terms and conditions of this Agreement;
- (2) false or misleading information provided by Principal/Indemnitor(s) in the Bail Bond Application (the contents of which are incorporated herein by reference);
- (3) searching for, recapturing, and/or returning the Principal to custody prior to the entry of summary judgment on the Bail Bond;
- (4) making application to a court for an order to vacate or to set aside the order of Bail Bond forfeiture or summary judgment entered thereon;
- (5) payment of a judgment on the forfeiture of the Bail Bond;
- (6) any action or proceeding commenced by Aladdin and/or Surety to enforce this Agreement; and
- (7) any expenses incurred by Aladdin and/or Surety as a result of the Principal's refusal to cooperate with the arrangement and/or execution of the Bail Bond for any renewal or substitution thereof once Aladdin and/or Surety have initiated arrangements with the court and/or detention facility.

Principal and Indemnitor(s) understand and agree that Aladdin or Surety's own active or passive negligence in connection with investigation and handling of claims forfeitures shall not in any way cancel or limit Principal and Indemnitor(s)'s indemnity obligations. Defendant and Indemnitor(s) fully assume the risk of the Defendant's non-appearance. Indemnitor(s) further agrees to fully cooperate and assist Aladdin and/or Surety in securing the release and exoneration of the Bail Bond, including the surrender of the Principal to court should Aladdin and/or Surety deem such action advisable.

5. Surrender. In the event of Bail Bond forfeiture, or the Principal and/or Indemnitor(s)'s failure to abide by the terms of this Agreement, Aladdin and/or Surety maintain the right to surrender the Principal as provided by law. Aladdin and/or Surety shall not surrender the Principal to custody prior to the time specified in the Bail Bond for the appearance of the Principal, or prior to any occasion when the presence of the Principal in court is lawfully required, without first returning all Premium paid, unless as a result of judicial action, information concealed or misrepresented by the Principal and/or Indemnitor(s), or other reasonable cause, any one of which was material to the risk to be assumed by Aladdin and/or Surety, the risk was substantially increased.

6. Indemnitor Representations & Warranties. Indemnitor(s) represents and warrants that (1) all statements and/or information provided on or in connection with the Bail Bond Application are true and accurate; (2) Indemnitor(s) will advise Aladdin and/or Surety of any change in such information within 48 hours of learning of the change (including but not limited to (i) changes of address or employment of either the Principal or Indemnitor(s), or (ii) any other material change in circumstances), and that Indemnitor's failure to so advise shall be reasonable cause for the immediate surrender of the Principal; (3) Indemnitor(s) has read and knows the contents of the Bail Bond Agreement and this Agreement, and has received copies of each document included therein; (4) Indemnitor(s) is the true and lawful owner of all Collateral or other property set forth in the Bail Bond Application, and Indemnitor(s) shall not transfer or otherwise encumber said property without first satisfying all outstanding liability for the Bail Bond.

7. Additional Bail Bonds. In the event additional Aladdin bail bonds are executed for the same charge for which the above mentioned Bail Bond was executed, or any other charge arising out of the same criminal matter, this Agreement shall apply equally to those bonds.

8. Joint & Several Obligations. The obligations hereunder are joint and several. Indemnitor(s) expressly waives the benefits of any law requiring Aladdin and/or Surety to seek available remedies from the Principal prior to proceeding against Indemnitor(s) hereunder.

9. Governing Law. This Agreement shall be governed, construed, and interpreted in accordance with the laws of the State of California.

10. Integrated Agreement. Indemnitor(s) acknowledges and agrees that no promises or representations were made to Indemnitor(s) which do not appear written herein and that this Agreement contains the entire agreement between Indemnitor(s), Aladdin and Surety on the subject matter hereof. Indemnitor(s) further acknowledges and agrees that all prior statements, agreements, understandings or promises, written or oral, are superseded by this Agreement. This Agreement may only be modified by a writing signed by authorized representatives of the parties.

IN WITNESS WHEREOF, Indemnitor(s) acknowledges that in executing and continuing the Bail Bond, Aladdin and/or Surety is relying on this Agreement and the statements made by Indemnitor(s) in connection herewith, and as such, the undersigned Indemnitor(s) enters into this Agreement by signing below.

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Indemnitor

SIGNATURE _____ NAME _____

ADDRESS _____

Principal/Defendant

SIGNATURE _____ NAME _____

ADDRESS _____

INDEMNITY AGREEMENT FOR SURETY BAIL BOND

ULICO STANDARD OF AMERICA CASUALTY COMPANY

Defendant Name _____ Date of Bonds _____

Bond 1

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 2

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 3

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 4

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 5

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 6

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 7

Amount \$ _____ Number _____ Case # _____

Charges _____

Bond 8

Amount \$ _____ Number _____ Case # _____

Charges _____

**Total
Amount
of Bail \$** _____

STATEMENT OF INFORMATION REQUIRED BY SECTION 2100, CALIFORNIA REGULATORY CODE, AND WHICH MAY BE REQUIRED IN OTHER STATES

Full Name of person supplying information	Name of person negotiating bail	Name of person receiving information
Address	Address	Date and time information received
Connection or relationship to defendant	Connection or relationship to defendant	Manner in which information received
If same was defendant, how did he communicate?	Name of licensee who negotiated transaction	Name of other agent involved and commission paid
f writ _____ Name of Attorney	Name and sum paid unlicensed persons and service performed	

Has consideration other than money received? YES ☐ NO ☐ If yes, explain in detail and attach statement

ULICO STANDARD OF AMERICA CASUALTY COMPANY**Aladdin®**Bail Bonds
WE GET YOU OUT. WE GET YOU THROUGH IT. ®**STATEMENT of CHARGES**

Account Number: _____

Aladdin Bail Bonds

Expenses (Itemized)

Was Collateral Taken: Yes No
Type: _____

Power Numbers
Date: Total Premium: Total Expenses: Total Charges: Received on Account: Balance:

Agent Name: _____

MEMORANDUM OF BAIL BOND FURNISHED

DEFENDANT _____ DATE OF BIRTH _____ DATE FILED _____

JAIL NAME _____ LOCATION _____ BOOKING # _____

BOND NO. _____ CASE NO. _____ BOND AMOUNT \$ _____

CHARGES _____ COURT _____

APPEARANCE DATE _____ TIME _____ LOCATION _____

REWRITE BOND NO. _____ ORIGINAL AMNT \$ _____ PREMIUM \$ _____

TOTAL BAIL AMOUNT \$ _____ TOTAL PREMIUM \$ _____

RECEIVED COPY OF ABOVE RECEIPT _____

Hiltgen, Mary

From: Hank Lauricella [hlauricella@fl-advisors.com]
Sent: Friday, October 07, 2011 5:39 PM
To: Hiltgen, Mary
Cc: 'Cerny, Robert J.'; asterett@svinsco.com
Subject: CDI File 11-6920 Response to Sep 29 Letter Email 3 Of 3

Dear Ms. Hiltgen,

Please find attached the final 4 attachments:

- Bail Bonds Rate Manual Exceptions Page Revised 111005;
- Form AL-0101 Revised 111005;
- Form UL-0100 Revised 111005; and
- Form ALSC-60 Revised 111005.

Please contact me if you have any questions. Thank you.

Sincerely,

Francis E. Lauricella, Jr.
Chief Financial Officer and Secretary
Seaview Insurance Company
(415) 931-9447 Office
(415) 730-8945 Cell
hlauricella@fl-advisors.com

Hiltgen, Mary

From: Hank Lauricella [hlauricella@fl-advisors.com]
Sent: Friday, October 07, 2011 5:39 PM
To: Hiltgen, Mary
Cc: 'Cerny, Robert J.'; asterett@svinsco.com
Subject: CDI File 11-6920 Response to Sep 29 Letter Email 2 of 3

Dear Ms. Hiltgen,

Please find attached the 4 additional attachments:

- Rate Template Prior Approval Rate App CDI File 11-6920 Revised 111007 Ulico Standard;
- Page 7 Ratemaking Data Prior Approval Rate App CDI File 11-6920 Revised 111007 Ulico Standard;
- Page 12(a) Forms Prior Approval Rate App CDI File 11-6920 Revised 111007 Ulico Standard; and
- Page 12(a) Forms Index CDI File 11-6920 Revised 111005.

Please contact me if you have any questions. Thank you.

Sincerely,

Francis E. Lauricella, Jr.
Chief Financial Officer and Secretary
Seaview Insurance Company
(415) 931-9447 Office
(415) 730-8945 Cell
hlauricella@fl-advisors.com

STATE OF CALIFORNIA
DEPARTMENT OF INSURANCE (CDI)
Edition Date:

Company Name: Ullico Standard of America
Line of Insurance: SURETY

4/4/2011

FORMS

Insurers who wish to use a new or replacement form in connection with a new or existing program must furnish the following information and documentation for our review. Revisions must be highlighted and the corresponding manual pages must be provided.

FORM NO.	TITLE	TYPE	SOURCE	SOURCE FORM NO.*	CATEGORY	Restricts Coverage [Yes/ No]	Broadens Coverage [Yes/ No]	Rate Impact [Yes / No]	% Change	Flat Rate
1] New:	Please see attached.									
Old:										
2] New:										
Old:										
3] New:										
Old:										
4] New:										
Old:										
5] New:										
Old:										

REQUIRED RESPONSES FOR THE ITEMS ABOVE

TYPE:

- 1) Application
- 2) Endorsement
- 3) Policy
- 4) Other (Please define)

SOURCE

- 1) ISO*
- 2) Other Advisory Organization*
- 3) Company
- 4) Other (describe)

CATEGORY

- 1) New, mandatory
- 2) New, optional
- 3) Replacement, mandatory
- 4) Replacement, optional
- 5) Withdrawn, mandatory
- 6) Withdrawn, optional

* Provide California Dept. of Insurance number (CDI#) under the column identified as Source Form No.

Additional Information and Documents Required

Describe the purpose of the form or form change

For **NEW FORMS**, furnish a copy of the form to be filed, unless identical to an advisory organization form. If the form is a new endorsement to the policy, describe any changes in coverage under the policy. Describe what adjustments, if any, will be made to the premium due to the introduction of the forms.

For **REVISED FORMS**, describe any changes in coverages between the proposed form and the current form. Reference pertinent sections of each form affected. Brackets [] should be used to identify any deletions on the current form and underline all changes in the revised form. Describe what adjustments, if any, will be made to the premium due to the revisions.

DEPARTMENT OF INSURANCE (CDI)

Edition Date: 4/4/2011

Line of Insurance. Surety

FORMS

Insurers who wish to use a new or replacement form in connection with a new or existing program must furnish the following information and documentation for our review. Revisions must be highlighted and the corresponding manual pages must be provided.

	FORM NO.	TITLE	TYPE	SOURCE	SOURCE FORM NO *	CATEGORY	Restricts Coverage [Yes/ No]	Broadens Coverage [Yes/ No]	Rate Impact [Yes / No]	% Change	Flat Rate
1] New:	AL-10	Application for Surety Bail Bond	1	4	n/a	1	n/a	n/a	n	n/a	n
2] New:	UL-0100	Indemnity Agreement for Surety Bail Bond	4	4	n/a	1	n/a	n/a	n	n/a	n
3] New:	AL-0101	Amendment to Indemnity Agreement	4	4	n/a	2	n/a	n/a	n	n/a	n
4] New:	ALGC	General Conditions of Bail	4	4	n/a	2	n/a	n/a	n	n/a	n
5] New:	UL-0202	Disclosure Statement	4	4	n/a	1	n/a	n/a	n	n/a	n
6] New:	UL-0200	Deed of Trust	4	4	n/a	2	n/a	n/a	n	n/a	n
7] New:	UL-0201	Authorization Re Deed of Trust	4	4	n/a	2	n/a	n/a	n	n/a	n
8] New:	UL-0001	Bail Bond Face Sheet	4 - Bond	4	n/a	1	n/a	n/a	n	n/a	n
9] New:	UL-0600	Indemnitor Order of Surrender	4	4	n/a	2	n/a	n/a	n	n/a	n
10] New:	UL-0700	Bail Bond Rates	4 - Notice	4	n/a	1	n/a	n/a	n	n/a	n
11] New:	UL-0601	Authorization to Arrest	4	4	n/a	2	n/a	n/a	n	n/a	n
12] New:	UL-0002	Appeal Bond Face Sheet	4 - Bond	4	n/a	2	n/a	n/a	n	n/a	n
13] New:	UL-0003	Indictment Bail Bond Face Sheet	4 - Bond	4	n/a	2	n/a	n/a	n	n/a	n
14] New:	AL-PN	Promissory Note	4	4	n/a	2	n/a	n/a	n	n/a	n
15] New:	UL-0401-01	Bail Bond Power of Attorney	4 - Bond	4	n/a	1	n/a	n/a	n	n/a	n
16] New:	UL-0401-0:	Statement of Charges	4	4	n/a	1	n/a	n/a	n	n/a	n
17] New:	UL-0401-0:	Receipt for Collateral Deposited	4	4	n/a	1	n/a	n/a	n	n/a	n
18] New:	AL-SBP1	Supervised Bail Program	4	4	n/a	2	n/a	n/a	n	n/a	n
19] New:	AL-SBP2	Supervised Bail Program	4	4	n/a	2	n/a	n/a	n	n/a	n
20] New:	ALSC-60	Statement of Charges (BMA)	4	4	n/a	1	n/a	n/a	n	n/a	n
21] New:	ALPR-61	Payment Receipt (BMA)	4	4	n/a	1	n/a	n/a	n	n/a	n

UCAA Proforma Financial Statements

Property and Casualty Insurance Company

UNIFORM CERTIFICATE OF AUTHORITY APPLICATION

Instructions

1. Enter the Company Name below
2. Enter the first year of the proformas (ie. 2009).
3. Select the states to be completed for proformas by clicking the check boxes on the right and then click on the "Create Selected State Worksheets" button below.
4. Complete all sections of the proforma statements contained on each tab below.
5. Note that several tabs contain worksheets for 3 years of data. Be sure to complete all years of data.
6. Do not "Cut" and "Paste" cells in the worksheets. Use "Copy" and "Paste" instead.

Enter the Company Name:

Ullico Standard of America Casualty Company

Year 1: 2011

Year 2: 2012

Year 3: 2013

- | | |
|--|---|
| <input type="checkbox"/> AK Alaska | <input type="checkbox"/> MT Montana |
| <input type="checkbox"/> AL Alabama | <input type="checkbox"/> NC North Carolina |
| <input type="checkbox"/> AR Arkansas | <input type="checkbox"/> ND North Dakota |
| <input type="checkbox"/> AS American Samoa | <input type="checkbox"/> NE Nebraska |
| <input type="checkbox"/> AZ Arizona | <input type="checkbox"/> NH New Hampshire |
| <input type="checkbox"/> CA California | <input type="checkbox"/> NJ New Jersey |
| <input type="checkbox"/> CO Colorado | <input type="checkbox"/> NM New Mexico |
| <input type="checkbox"/> CT Connecticut | <input type="checkbox"/> NV Nevada |
| <input type="checkbox"/> DC District Of Columbia | <input type="checkbox"/> NY New York |
| <input type="checkbox"/> DE Delaware | <input type="checkbox"/> OH Ohio |
| <input type="checkbox"/> FL Florida | <input type="checkbox"/> OK Oklahoma |
| <input type="checkbox"/> GA Georgia | <input type="checkbox"/> OR Oregon |
| <input type="checkbox"/> GU Guam | <input type="checkbox"/> PA Pennsylvania |
| <input type="checkbox"/> HI Hawaii | <input type="checkbox"/> PR Puerto Rico |
| <input type="checkbox"/> IA Iowa | <input type="checkbox"/> RI Rhode Island |
| <input type="checkbox"/> ID Idaho | <input type="checkbox"/> SC South Carolina |
| <input type="checkbox"/> IL Illinois | <input type="checkbox"/> SD South Dakota |
| <input type="checkbox"/> IN Indiana | <input type="checkbox"/> TN Tennessee |
| <input type="checkbox"/> KS Kansas | <input type="checkbox"/> TX Texas |
| <input type="checkbox"/> KY Kentucky | <input type="checkbox"/> UT Utah |
| <input type="checkbox"/> LA Louisiana | <input type="checkbox"/> VA Virginia |
| <input type="checkbox"/> MA Massachusetts | <input type="checkbox"/> VI U.S. Virgin Islands |
| <input type="checkbox"/> MD Maryland | <input type="checkbox"/> VT Vermont |
| <input type="checkbox"/> ME Maine | <input type="checkbox"/> WA Washington |
| <input type="checkbox"/> MI Michigan | <input type="checkbox"/> WI Wisconsin |
| <input type="checkbox"/> MN Minnesota | <input type="checkbox"/> WV West Virginia |
| <input type="checkbox"/> MO Missouri | <input type="checkbox"/> WY Wyoming |
| <input type="checkbox"/> MS Mississippi | |

Go to CA

If states were added to this spreadsheet in error:
1. Select the states to be deleted by clicking the check boxes on the right.
2. Click on the "Delete Selected State Worksheets" button above.

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Company Name: Ulico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Pro Forma Statutory Balance Sheet
(In Thousands)

	2011	2012	2013
Admitted Assets			
1. Invested Assets(non-affiliated)	6,576	8,518	11,174
2. Investments in Subs and Affiliates	-	-	-
3. All assets other than investments	4,451	8,484	12,249
4. Total Admitted Assets(1+2+3)	11,027	17,002	23,422
Liabilities			
5. Losses (Case & IBNR)	142	309	463
6. Loss Adjustment Expenses	-	-	-
7. Unearned Premiums	956	1,521	2,151
8. Ceded Reinsurance Payable	-	-	-
9. Payable to Parents, Subsidiaries & Affiliates	-	-	-
10. All Other Liabilities	4,451	8,484	12,249
11. Total Liabilities(5+6+7+8+9+10)	5,549	10,314	14,863
Capital and Surplus			
12. Common Stock	5,000	5,000	5,000
13. Preferred Stock	-	-	-
14. Gross Paid In and Contributed Surplus	-	-	-
15. Surplus Notes	-	-	-
16. Unassigned Surplus	478	1,689	3,559
17. Other Items(elaborate)	-	-	-
18. Total Capital and Surplus(12+13+14+15+16+17)	5,478	6,689	8,559
19. Total Liabilities, Capital and Surplus(11+18)	11,027	17,002	23,422
Risk-Based Capital Analysis			
20. Total Adjusted Capital	5,478	6,689	8,559
21. Authorized Control Level Risk-Based Capital	776	1,301	1,788
22. Calculated Risk-Based Capital (20/21)	706%	514%	479%

Company Name: Ulico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Pro Forma Statutory Profit & Loss Statement
(In Thousands)

	2011	2012	2013
1. Net Premiums Earned	2,867	5,518	7,974
2. Net Losses Incurred (Case & IBNR)	158	304	439
3. Net Loss Adjustment Expenses Incurred	-	-	-
4. Direct Commissions & Brokerage	-	-	-
5. Reinsurance Ceding Commissions	-	-	-
6. Net Commissions Incurred (4-5)	-	-	-
7. Other Contractual Agreements*	150	150	150
8. Other Underwriting Expenses Incurred	1,859	3,174	4,433
9. Underwriting Gain (Loss) (1-(2+3+6+7+8))	700	1,891	2,953
10. Net Investment Income	97	127	165
11. Other Income	-	-	-
12. Net Operating Income (Loss) Before Taxes (9+10+11)	797	2,017	3,118
13. Income Taxes Incurred	319	807	1,247
14. Net Operating Income (Loss) After Taxes (12-13)	478	1,210	1,871
15. Stockholder Dividends	-	-	-
Operating Percentages:			
Net Premiums Earned	100.00%	100.00%	100.00%
16. Net Losses Incurred to Net Premiums Earned(2/1)	5.50%	5.50%	5.50%
17. Net Loss Adjustment Expenses Incurred to Net Premiums Earned(3/1)	0.00%	0.00%	0.00%
18. Other Underwriting Expenses to Net Premiums Earned ((6+7+8)/1)	70.08%	60.24%	57.47%
19. Net Underwriting Gain Or (Loss) (9/1)	24.42%	34.26%	37.03%
Other Percentages:			
20. Other Underwriting Expenses to Net Premiums Written ((6+7+8)/Total Net Premiums Written)	52.56%	54.64%	0.00%
21. Net Loss and Loss Adjustment Expenses Incurred to Net Premiums Earned ((2+3)/1)	5.50%	5.50%	5.50%

*ie... MGA(excluding amounts included above as agents commissions), service contracts, claims payment contracts

Company Name: **Ullico Standard of America Casualty Company**
(Property & Casualty Insurance Company)
Pro Forma Statutory Cash Flow Statement
(In Thousands)

	2011	2012	2013
Cash From Operations			
1. Premiums Collected Net of Reinsurance	3,823	6,083	8,605
2. Loss and Loss Adjustments Expenses Paid (Net of S&S)	16	137	284
3. Underwriting Expenses Paid	2,009	3,324	4,583
4. Other Underwriting Income(expenses)	-	-	-
5. Total Cash From Underwriting(1-2-3+4)	1,798	2,623	3,738
6. Net Investment Income	97	127	165
7. Other Income	-	-	-
8. Dividends to Policyholders	-	-	-
9. Federal and Foreign Income Taxes (Paid) Recovered	(319)	(807)	(1,247)
10. Net Cash From Operations(5+6+7-8+9)	1,576	1,942	2,656
Cash From Investments			
11. Net Cash from Investments	(4,932)	(1,457)	(1,992)
Cash From Financing and Misc Sources			
12. Total Other Cash Provided	5,000	-	-
13. Total Other Cash applied	-	-	-
14. Net Cash from Financing and Misc Sources(12-13)	5,000	-	-
15. Net Change In Cash, Cash Equivalents and Short-Term Investments(10+11+14)	1,644	485	664

Nationwide

Company Name: Ulico Standard of America Casualty Com
(Property & Casualty Insurance Company)
Premiums Written to Surplus Ratios
Amounts in Whole Dollars

Year	Direct Premiums Written	Assumed Premiums Written	Gross Premiums Written	Ceded Premiums Written	Net Premiums Written	Gross Written Premiums to Surplus	Net Written Premiums to Surplus
2011	3,822,600	-	3,822,600	-	3,822,600	69.8%	69.8%
2012	6,083,100	-	6,083,100	-	6,083,100	90.9%	90.9%
2013	8,604,800	-	8,604,800	-	8,604,800	100.5%	100.5%

No data entry is required on this page.

Nationwide

Year 1 2011

Company Name: Ulico Standard of America Casualty Company

(Property & Casualty Insurance Company)

Planned Premium Volume By Line of Business

Amounts in Whole Dollars

Annual Statement Line	Description	Direct Premiums Written	Assumed Premiums Written	Ceded Premiums Written	Net Premiums Written	Direct Premiums Earned	Assumed Premiums Earned	Ceded Premiums Earned	Net Premiums Earned
1.0	Fire	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-
15.2	Non-Cancelable A&H	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-
15.4	Non-Renew-Related Reasons Only A&H	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-
34.0	Bail Bonds	3,822,600	-	-	3,822,600	2,867,000	-	-	2,867,000
34.0	Glass	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-
34.0	Other - Property	-	-	-	-	-	-	-	-
34.0	Other - Casualty	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-
Total		3,822,600	-	-	3,822,600	2,867,000	-	-	2,867,000

Nationwide

Year 2 2012

Company Name: Ullico Standard of America Casualty Company

(Property & Casualty Insurance Company)

Planned Premium Volume By Line of Business

Amounts in Whole Dollars

Annual Statement Line	Description	Direct Premiums Written	Assumed Premiums Written	Ceded Premiums Written	Net Premiums Written	Direct Premiums Earned	Assumed Premiums Earned	Ceded Premiums Earned	Net Premiums Earned
1.0	Fire				-				-
2.1	Allied Lines				-				-
2.2	Multiple Peril Crop				-				-
2.3	Federal Flood				-				-
3.0	Farmowners Multiple Peril				-				-
4.0	Homeowners Multiple Peril				-				-
5.1	Commercial Multiple Peril (Non-Liability Portion)				-				-
5.2	Commercial Multiple Peril (Liability Portion)				-				-
6.0	Mortgage Guaranty				-				-
8.0	Ocean Marine				-				-
9.0	Inland Marine				-				-
10.0	Financial Guaranty				-				-
11.1	Medical Professional Liability - Occurrence				-				-
11.2	Medical Professional Liability - Claims Made				-				-
12.0	Earthquake				-				-
13.0	Group A&H				-				-
14.0	Credit A&H (Group & Individual)				-				-
15.1	Collectively Renewable A&H				-				-
15.2	Non-Cancellable A&H				-				-
15.3	Guaranteed Renewable A&H				-				-
15.4	Non-Renew-States Reasons Only A&H				-				-
15.5	Other Accident Only				-				-
15.6	Medicare Title XVII exempt from state taxes or fees				-				-
15.7	All Other A&H				-				-
15.8	Federal Employees Health Benefits Program				-				-
16.0	Workers' Compensation				-				-
17.1	Other Liability				-				-
17.3	Excess Workers Compensation				-				-
18.1	Products Liability - Occurrence				-				-
18.2	Products Liability - Claims Made				-				-
19.1	Private Passenger Auto No-Fault (PIP)				-				-
19.2	Other Private Passenger Auto Liability				-				-
19.3	Commercial Auto No-Fault (PIP)				-				-
19.4	Other Commercial Auto Liability				-				-
21.1	Private Passenger Auto Phys Damage				-				-
21.2	Commercial Auto Physical Damage				-				-
22.0	Aircraft (All Perils)				-				-
23.0	Fidelity				-				-
24.0	Surety				-				-
26.0	Burglary and Theft				-				-
27.0	Boller and Machinery				-				-
28.0	Credit				-				-
28.0	Credit Disability				-				-
30.0	Warranty				-				-
34.0	Prepaid Legal				-				-
34.0	Bail Bonds	6,083,100	-	-	6,083,100	5,518,000	-	-	5,518,000
34.0	Glass				-				-
34.0	Title				-				-
34.0	Livestock				-				-
34.0	Industrial Extended Coverage				-				-
34.0	Mobile Home Multiple Peril				-				-
34.0	Mobile Home Physical Damage				-				-
34.0	Reinsurance				-				-
34.0	Other - Property				-				-
34.0	Other - Casualty				-				-
34.0	Other				-				-
	Total	6,083,100	-	-	6,083,100	5,518,000	-	-	5,518,000

Nationwide

Year 3 2013

Company Name: Ulico Standard of America Casualty Company

(Property & Casualty Insurance Company)

Planned Premium Volume By Line of Business

Amounts in Whole Dollars

Annual Statement Line	Description	Direct Premiums Written	Assumed Premiums Written	Ceded Premiums Written	Net Premiums Written	Direct Premiums Earned	Assumed Premiums Earned	Ceded Premiums Earned	Net Premiums Earned
1.0	Fire	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-
15.4	Non-Renew-States Reasons Only A&H	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-
34.0	Bail Bonds	8,604,800	-	-	8,604,800	7,974,300	-	-	7,974,300
34.0	Glass	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-
34.0	Rain Insurance	-	-	-	-	-	-	-	-
34.0	Other - Property	-	-	-	-	-	-	-	-
34.0	Other - Casualty	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-
Total		8,604,800	-	-	8,604,800	7,974,300	-	-	7,974,300

Nationwide

Year 1 2011

Company Name: Ullico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Incurred Loss Summary By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire	-	-	-	-
2.0	Allied Lines	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-
2.3	Federal Flood	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-
8.0	Ocean Marine	-	-	-	-
9.0	Inland Marine	-	-	-	-
10.0	Financial Guaranty	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-
12.0	Earthquake	-	-	-	-
13.0	Group A&H	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-
15.1	Collectively Renewable A&H	15	-	-	15
15.2	Non-Cancellable A&H	15	-	-	15
15.3	Guaranteed Renewable A&H	15	-	-	15
15.4	Non-Renew - Stated Reasons Only A&H	-	-	-	-
15.5	Other Accident Only	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	15.5	-	-	15.5
15.7	All Other A&H	-	-	-	-
15.8	Federal Employees Health Benefits Program	15	-	-	15
16.0	Workers' Compensation	10.0	-	-	10.0
17.1	Other Liability	17	-	-	17
17.3	Excess Workers Compensation	-	-	-	-
18.1	Products Liability - Occurrence	18	-	-	18
18.2	Products Liability - Claims Made	18	-	-	18
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-
19.2	Other Private Passenger Auto Liability	5	-	-	5
19.3	Commercial Auto No-Fault (PIP)	18.3	-	-	18.3
19.4	Other Commercial Auto Liability	19.4	-	-	19.4
21.1	Private Passenger Auto Phys Damage	21.1	-	-	21.1
21.2	Commercial Auto Physical Damage	21.2	-	-	21.2
22.0	Aircraft (All Perils)	22	-	-	22
23.0	Fidelity	-	-	-	-
24.0	Surety	-	-	-	-
26.0	Burglary and Theft	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-
28.0	Credit	-	-	-	-
28.0	Credit Disability	-	-	-	-
30.0	Warranty	-	-	-	-
34.0	Prepaid Legal	-	-	-	-
34.0	Bail Bonds	157,700	-	-	157,700
34.0	Glass	-	-	-	-
34.0	Title	-	-	-	-
34.0	Livestock	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-
34.0	Reinsurance	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
Total		157,700	-	-	157,700
Verification from P & L		157,700	-	-	157,700

* Include loss adjustment expenses.

Nationwide

Year 2 2012

Company Name: Ulico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Incurred Loss Summary By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire	-	-	-	-
2.0	Allied Lines	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-
2.3	Federal Flood	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-
8.0	Ocean Marine	-	-	-	-
9.0	Inland Marine	-	-	-	-
10.0	Financial Guaranty	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-
12.0	Earthquake	-	-	-	-
13.0	Group A&H	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-
15.4	Non-Renew - Stated Reasons Only A&H	-	-	-	-
15.5	Other Accident Only	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-
15.7	All Other A&H	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-
16.0	Workers' Compensation	-	-	-	-
17.1	Other Liability	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-
23.0	Fidelity	-	-	-	-
24.0	Surety	-	-	-	-
26.0	Burglary and Theft	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-
28.0	Credit	-	-	-	-
28.0	Credit Disability	-	-	-	-
30.0	Warranty	-	-	-	-
34.0	Prepaid Legal	-	-	-	-
34.0	Bail Bonds	303,500	-	-	303,500
34.0	Glass	-	-	-	-
34.0	Title	-	-	-	-
34.0	Livestock	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-
34.0	Reinsurance	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
Total		303,500	-	-	303,500
Verification from P & L		303,500	-	-	303,500

* Include loss adjustment expenses.

Nationwide
Year 3 2013

Company Name: Ullico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Incurred Loss Summary By Line of Business
Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire				-
2.0	Allied Lines				-
2.2	Multiple Peril Crop				-
2.3	Federal Flood				-
3.0	Farmowners Multiple Peril				-
4.0	Homeowners Multiple Peril				-
5.1	Commercial Multiple Peril (Non-Liability Portion)				-
5.2	Commercial Multiple Peril (Liability Portion)				-
6.0	Mortgage Guaranty				-
8.0	Ocean Marine				-
9.0	Inland Marine				-
10.0	Financial Guaranty				-
11.1	Medical Professional Liability - Occurrence				-
11.2	Medical Professional Liability - Claims Made				-
12.0	Earthquake				-
13.0	Group A&H				-
14.0	Credit A&H (Group & Individual)				-
15.1	Collectively Renewable A&H				-
15.2	Non-Cancellable A&H				-
15.3	Guaranteed Renewable A&H				-
15.4	Non-Renew - Stated Reasons Only A&H				-
15.5	Other Accident Only				-
15.6	Medicare Title XVII exempt from state taxes or fees				-
15.7	All Other A&H				-
15.8	Federal Employees Health Benefits Program				-
16.0	Workers' Compensation				-
17.1	Other Liability				-
17.3	Excess Workers Compensation				-
18.1	Products Liability - Occurrence				-
18.2	Products Liability - Claims Made				-
19.1	Private Passenger Auto No-Fault (PIP)				-
19.2	Other Private Passenger Auto Liability				-
19.3	Commercial Auto No-Fault (PIP)				-
19.4	Other Commercial Auto Liability				-
21.1	Private Passenger Auto Phys Damage				-
21.2	Commercial Auto Physical Damage				-
22.0	Aircraft (All Perils)				-
23.0	Fidelity				-
24.0	Surety				-
26.0	Burglary and Theft				-
27.0	Boiler and Machinery				-
28.0	Credit				-
28.0	Credit Disability				-
30.0	Warranty				-
34.0	Prepaid Legal				-
34.0	Bail Bonds	438,600	-	-	438,600
34.0	Glass				-
34.0	Title				-
34.0	Livestock				-
34.0	Industrial Extended Coverage				-
34.0	Mobile Home Multiple Peril				-
34.0	Mobile Home Physical Damage				-
34.0	Reinsurance				-
34.0	Other				-
34.0	Other				-
34.0	Other				-
Total		438,600	-	-	438,600
Verification from P & L					438,600

* Include loss adjustment expenses.

Nationwide

Year 1 2011

Company Name: Ullico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Incurred Loss Summary By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire	-	-	-	-
2.0	Allied Lines	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-
2.3	Federal Flood	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-
8.0	Ocean Marine	-	-	-	-
9.0	Inland Marine	-	-	-	-
10.0	Financial Guaranty	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-
12.0	Earthquake	-	-	-	-
13.0	Group A&H	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-
15.4	Non-Renew - Stated Reasons Only A&H	-	-	-	-
15.5	Other Accident Only	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-
15.7	All Other A&H	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-
16.0	Workers' Compensation	-	-	-	-
17.1	Other Liability	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-
23.0	Fidelity	-	-	-	-
24.0	Surety	-	-	-	-
26.0	Burglary and Theft	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-
28.0	Credit	-	-	-	-
28.0	Credit Disability	-	-	-	-
30.0	Warranty	-	-	-	-
34.0	Prepaid Legal	-	-	-	-
34.0	Bail Bonds	157,700	-	-	157,700
34.0	Glass	-	-	-	-
34.0	Title	-	-	-	-
34.0	Livestock	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-
34.0	Reinsurance	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
Total		157,700	-	-	157,700
Verification from P & L					157,700

* Include loss adjustment expenses.

Nationwide
Year 2 2012

Company Name: Ulico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Incurred Loss Summary By Line of Business
Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire				-
2.0	Allied Lines				-
2.2	Multiple Peril Crop				-
2.3	Federal Flood				-
3.0	Farmowners Multiple Peril				-
4.0	Homeowners Multiple Peril				-
5.1	Commercial Multiple Peril (Non-Liability Portion)				-
5.2	Commercial Multiple Peril (Liability Portion)				-
6.0	Mortgage Guaranty				-
8.0	Ocean Marine				-
9.0	Inland Marine				-
10.0	Financial Guaranty				-
11.1	Medical Professional Liability - Occurrence				-
11.2	Medical Professional Liability - Claims Made				-
12.0	Earthquake				-
13.0	Group A&H				-
14.0	Credit A&H (Group & Individual)				-
15.1	Collectively Renewable A&H				-
15.2	Non-Cancellable A&H				-
15.3	Guaranteed Renewable A&H				-
15.4	Non-Renew - Stated Reasons Only A&H				-
15.5	Other Accident Only				-
15.6	Medicare Title XVII exempt from state taxes or fees				-
15.7	All Other A&H				-
15.8	Federal Employees Health Benefits Program				-
16.0	Workers' Compensation				-
17.1	Other Liability				-
17.3	Excess Workers Compensation				-
18.1	Products Liability - Occurrence				-
18.2	Products Liability - Claims Made				-
19.1	Private Passenger Auto No-Fault (PIP)				-
19.2	Other Private Passenger Auto Liability				-
19.3	Commercial Auto No-Fault (PIP)				-
19.4	Other Commercial Auto Liability				-
21.1	Private Passenger Auto Phys Damage				-
21.2	Commercial Auto Physical Damage				-
22.0	Aircraft (All Perils)				-
23.0	Fidelity				-
24.0	Surety				-
26.0	Burglary and Theft				-
27.0	Boiler and Machinery				-
28.0	Credit				-
28.0	Credit Disability				-
30.0	Warranty				-
34.0	Prepaid Legal				-
34.0	Bail Bonds	303,500	-	-	303,500
34.0	Glass				-
34.0	Title				-
34.0	Livestock				-
34.0	Industrial Extended Coverage				-
34.0	Mobile Home Multiple Peril				-
34.0	Mobile Home Physical Damage				-
34.0	Reinsurance				-
34.0	Other				-
34.0	Other				-
34.0	Other				-
Total		303,500	-	-	303,500
Verification from P & L					303,500

* Include loss adjustment expenses.

Nationwide
Year 3 2013

Company Name: Ullico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Incurred Loss Summary By Line of Business
Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire				-
2.0	Allied Lines				-
2.2	Multiple Peril Crop				-
2.3	Federal Flood				-
3.0	Farmowners Multiple Peril				-
4.0	Homeowners Multiple Peril				-
5.1	Commercial Multiple Peril (Non-Liability Portion)				-
5.2	Commercial Multiple Peril (Liability Portion)				-
6.0	Mortgage Guaranty				-
8.0	Ocean Marine				-
9.0	Inland Marine				-
10.0	Financial Guaranty				-
11.1	Medical Professional Liability - Occurrence				-
11.2	Medical Professional Liability - Claims Made				-
12.0	Earthquake				-
13.0	Group A&H				-
14.0	Credit A&H (Group & Individual)				-
15.1	Collectively Renewable A&H				-
15.2	Non-Cancellable A&H				-
15.3	Guaranteed Renewable A&H				-
15.4	Non-Renew - Stated Reasons Only A&H				-
15.5	Other Accident Only				-
15.6	Medicare Title XVII exempt from state taxes or fees				-
15.7	All Other A&H				-
15.8	Federal Employees Health Benefits Program				-
16.0	Workers' Compensation				-
17.1	Other Liability				-
17.3	Excess Workers Compensation				-
18.1	Products Liability - Occurrence				-
18.2	Products Liability - Claims Made				-
19.1	Private Passenger Auto No-Fault (PIP)				-
19.2	Other Private Passenger Auto Liability				-
19.3	Commercial Auto No-Fault (PIP)				-
19.4	Other Commercial Auto Liability				-
21.1	Private Passenger Auto Phys Damage				-
21.2	Commercial Auto Physical Damage				-
22.0	Aircraft (All Perils)				-
23.0	Fidelity				-
24.0	Surety				-
26.0	Burglary and Theft				-
27.0	Boiler and Machinery				-
28.0	Credit				-
28.0	Credit Disability				-
30.0	Warranty				-
34.0	Prepaid Legal				-
34.0	Bail Bonds	438,600	-	-	438,600
34.0	Glass				-
34.0	Title				-
34.0	Livestock				-
34.0	Industrial Extended Coverage				-
34.0	Mobile Home Multiple Peril				-
34.0	Mobile Home Physical Damage				-
34.0	Reinsurance				-
34.0	Other				-
34.0	Other				-
34.0	Other				-
Total		438,600	-	-	438,600
Verification from P & L					438,600

* Include loss adjustment expenses.

Nationwide

Company Name: Ulico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Net Premium and Loss Developments By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Premiums Earned	2011 Losses Incurred*	Loss Ratio	Premiums Earned	2012 Losses Incurred*	Loss Ratio	Premiums Earned	2013 Losses Incurred*	Loss Ratio
1.0	Fire	-	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-	-
15.4	Non-Renew-Related Reasons Only A&H	-	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-	-
34.0	Bail Bonds	2,867,000	157,700	6%	5,518,000	303,500	6%	7,974,300	438,600	6%
34.0	Glass	-	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-
Total		2,867,000	157,700	6%	5,518,000	303,500	6%	7,974,300	438,600	6%
Verification from P & L - should equal line above.		2,867,000	157,700		5,518,000	303,500		7,974,300	438,600	

* Includes loss adjustment expenses.

UCAA Proforma Financial Statements Assumptions

List all of the relevant assumptions used to create the proformas.
Note, assumptions enclosed within the Plan of Operation need not be disclosed again here.

California
Year 1

2011

Company Name: Ullico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Planned Premium Volume By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Direct Premiums Written	Assumed Premiums Written	Ceded Premiums Written	Net Premiums Written	Direct Premiums Earned	Assumed Premiums Earned	Ceded Premiums Earned	Net Premiums Earned
1.0	Fire				-				-
2.1	Allied Lines				-				-
2.2	Multiple Peril Crop				-				-
2.3	Federal Flood				-				-
3.0	Farmowners Multiple Peril				-				-
4.0	Homeowners Multiple Peril				-				-
5.1	Commercial Multiple Peril (Non-Liability Portion)				-				-
5.2	Commercial Multiple Peril (Liability Portion)				-				-
6.0	Mortgage Guaranty				-				-
8.0	Ocean Marine				-				-
9.0	Inland Marine				-				-
10.0	Financial Guaranty				-				-
11.1	Medical Professional Liability - Occurrence				-				-
11.2	Medical Professional Liability - Claims Made				-				-
12.0	Earthquake				-				-
13.0	Group A&H				-				-
14.0	Credit A&H (Group & Individual)				-				-
15.1	Collectively Renewable A&H				-				-
15.2	Non-Cancellable A&H				-				-
15.3	Guaranteed Renewable A&H				-				-
15.4	Non-Renew-Related Reasons Only A&H				-				-
15.5	Other Accident Only				-				-
15.6	Medicare Title XVII exempt from state taxes or fees				-				-
15.7	All Other A&H				-				-
15.8	Federal Employees Health Benefits Program				-				-
16.0	Workers' Compensation				-				-
17.1	Other Liability				-				-
17.3	Excess Workers Compensation				-				-
18.1	Products Liability - Occurrence				-				-
18.2	Products Liability - Claims Made				-				-
19.1	Private Passenger Auto No-Fault (PIP)				-				-
19.2	Other Private Passenger Auto Liability				-				-
19.3	Commercial Auto No-Fault (PIP)				-				-
19.4	Other Commercial Auto Liability				-				-
21.1	Private Passenger Auto Phys Damage				-				-
21.2	Commercial Auto Physical Damage				-				-
22.0	Aircraft (All Perils)				-				-
23.0	Fidelity				-				-
24.0	Surety				-				-
26.0	Burglary and Theft				-				-
27.0	Boiler and Machinery				-				-
28.0	Credit				-				-
28.0	Credit Disability				-				-
30.0	Warranty				-				-
34.0	Prepaid Legal				-				-
34.0	Bail Bonds	3,822,600	-	-	3,822,600	2,867,000	-	-	2,867,000
34.0	Glass				-				-
34.0	Title				-				-
34.0	Livestock				-				-
34.0	Industrial Extended Coverage				-				-
34.0	Mobile Home Multiple Peril				-				-
34.0	Mobile Home Physical Damage				-				-
34.0	Reinsurance				-				-
34.0	Other				-				-
34.0	Other				-				-
34.0	Other				-				-
Total		3,822,600	-	-	3,822,600	2,867,000	-	-	2,867,000
Verification from Net Premiums and Loss Development by LOB									2,867,000

California
Year 2

2012

Company Name: Ullico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Planned Premium Volume By Line of Business
Amounts in Whole Dollars

Annual Statement Line	Description	Direct Premiums Written	Assumed Premiums Written	Ceded Premiums Written	Net Premiums Written	Direct Premiums Earned	Assumed Premiums Earned	Ceded Premiums Earned	Net Premiums Earned
1.0	Fire				-				-
2.1	Allied Lines				-				-
2.2	Multiple Peril Crop				-				-
2.3	Federal Flood				-				-
3.0	Farmowners Multiple Peril				-				-
4.0	Homeowners Multiple Peril				-				-
5.1	Commercial Multiple Peril (Non-Liability Portion)				-				-
5.2	Commercial Multiple Peril (Liability Portion)				-				-
6.0	Mortgage Guaranty				-				-
8.0	Ocean Marine				-				-
9.0	Inland Marine				-				-
10.0	Financial Guaranty				-				-
11.1	Medical Professional Liability - Occurrence				-				-
11.2	Medical Professional Liability - Claims Made				-				-
12.0	Earthquake				-				-
13.0	Group A&H				-				-
14.0	Credit A&H (Group & Individual)				-				-
15.1	Collectively Renewable A&H				-				-
15.2	Non-Cancellable A&H				-				-
15.3	Guaranteed Renewable A&H				-				-
15.4	Non-Renew-Related Reasons Only A&H				-				-
15.5	Other Accident Only				-				-
15.6	Medicare Title XVII exempt from state taxes or fees				-				-
16.7	All Other A&H				-				-
15.8	Federal Employees Health Benefits Program				-				-
18.0	Workers' Compensation				-				-
17.1	Other Liability				-				-
17.3	Excess Workers Compensation				-				-
18.1	Products Liability - Occurrence				-				-
18.2	Products Liability - Claims Made				-				-
19.1	Private Passenger Auto No-Fault (PIP)				-				-
19.2	Other Private Passenger Auto Liability				-				-
19.3	Commercial Auto No-Fault (PIP)				-				-
19.4	Other Commercial Auto Liability				-				-
21.1	Private Passenger Auto Phys Damage				-				-
21.2	Commercial Auto Physical Damage				-				-
22.0	Aircraft (All Perils)				-				-
23.0	Fidelity				-				-
24.0	Surety				-				-
26.0	Burglary and Theft				-				-
27.0	Boiler and Machinery				-				-
28.0	Credit				-				-
28.0	Credit Disability				-				-
30.0	Warranty				-				-
34.0	Prepaid Legal				-				-
34.0	Bail Bonds	6,083,100	-	-	6,083,100	5,518,000	-	-	5,518,000
34.0	Glass				-				-
34.0	Title				-				-
34.0	Livestock				-				-
34.0	Industrial Extended Coverage				-				-
34.0	Mobile Home Multiple Peril				-				-
34.0	Mobile Home Physical Damage				-				-
34.0	Reinsurance				-				-
34.0	Other				-				-
34.0	Other				-				-
34.0	Other				-				-
Total		6,083,100	-	-	6,083,100	5,518,000	-	-	5,518,000

Verification from Net Premiums and Loss Development by LOB

California
Year 3

2013

Company Name: Ullico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Planned Premium Volume By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Direct Premiums Written	Assumed Premiums Written	Ceded Premiums Written	Net Premiums Written	Direct Premiums Earned	Assumed Premiums Earned	Ceded Premiums Earned	Net Premiums Earned
1.0	Fire	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-
15.4	Non-Renew-Related Reasons Only A&H	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-
34.0	Bail Bonds	8,604,800	-	-	8,604,800	7,974,300	-	-	7,974,300
34.0	Glass	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-
Total		8,604,800	-	-	8,604,800	7,974,300	-	-	7,974,300

Verification from Net Premiums and Loss Development by LOB

California
Year 1 2011

Company Name: **Ullico Standard of America Casualty Company**
(Property & Casualty Insurance Company)
Incurred Loss Summary By Line of Business
Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire				-
2.0	Allied Lines				-
2.2	Multiple Peril Crop				-
2.3	Federal Flood				-
3.0	Farmowners Multiple Peril				-
4.0	Homeowners Multiple Peril				-
5.1	Commercial Multiple Peril (Non-Liability Portion)				-
5.2	Commercial Multiple Peril (Liability Portion)				-
6.0	Mortgage Guaranty				-
8.0	Ocean Marine				-
9.0	Inland Marine				-
10.0	Financial Guaranty				-
11.1	Medical Professional Liability - Occurrence				-
11.2	Medical Professional Liability - Claims Made				-
12.0	Earthquake				-
13.0	Group A&H				-
14.0	Credit A&H (Group & Individual)				-
15.1	Collectively Renewable A&H				-
15.2	Non-Cancellable A&H				-
15.3	Guaranteed Renewable A&H				-
15.4	Non-Renew - Stated Reasons Only A&H				-
15.5	Other Accident Only				-
15.6	Medicare Title XVII exempt from state taxes or fees				-
15.7	All Other A&H				-
15.8	Federal Employees Health Benefits Program				-
16.0	Workers' Compensation				-
17.1	Other Liability				-
17.3	Excess Workers Compensation				-
18.1	Products Liability - Occurrence				-
18.2	Products Liability - Claims Made				-
19.1	Private Passenger Auto No-Fault (PIP)				-
19.2	Other Private Passenger Auto Liability				-
19.3	Commercial Auto No-Fault (PIP)				-
19.4	Other Commercial Auto Liability				-
21.1	Private Passenger Auto Phys Damage				-
21.2	Commercial Auto Physical Damage				-
22.0	Aircraft (All Perils)				-
23.0	Fidelity				-
24.0	Surety				-
26.0	Burglary and Theft				-
27.0	Boiler and Machinery				-
28.0	Credit				-
28.0	Credit Disability				-
30.0	Warranty				-
34.0	Prepaid Legal				-
34.0	Bail Bonds	157,700	-	-	157,700
34.0	Glass				-
34.0	Title				-
34.0	Livestock				-
34.0	Industrial Extended Coverage				-
34.0	Mobile Home Multiple Peril				-
34.0	Mobile Home Physical Damage				-
34.0	Reinsurance				-
34.0	Other				-
34.0	Other				-
34.0	Other				-
Total		157,700	-	-	157,700
Verification from Net Premiums and Loss Development by LOB		157,700	-	-	157,700

* Include loss adjustment expenses.

California
Year 2 2012

Company Name: Ullico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Incurred Loss Summary By Line of Business
Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire	-	-	-	-
2.0	Allied Lines	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-
2.3	Federal Flood	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-
8.0	Ocean Marine	-	-	-	-
9.0	Inland Marine	-	-	-	-
10.0	Financial Guaranty	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-
12.0	Earthquake	-	-	-	-
13.0	Group A&H	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-
15.4	Non-Renew - Stated Reasons Only A&H	-	-	-	-
15.5	Other Accident Only	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-
15.7	All Other A&H	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-
16.0	Workers' Compensation	-	-	-	-
17.1	Other Liability	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-
23.0	Fidelity	-	-	-	-
24.0	Surety	-	-	-	-
26.0	Burglary and Theft	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-
28.0	Credit	-	-	-	-
28.0	Credit Disability	-	-	-	-
30.0	Warranty	-	-	-	-
34.0	Prepaid Legal	-	-	-	-
34.0	Bail Bonds	303,500	-	-	303,500
34.0	Glass	-	-	-	-
34.0	Title	-	-	-	-
34.0	Livestock	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-
34.0	Reinsurance	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
Total		303,500	-	-	303,500
Verification on Net Premiums and Loss Development by LOB		303,500	-	-	303,500

* Include loss adjustment expenses.

California

Year 3 2013

Company Name: Unico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Incurred Loss Summary By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Direct Losses Incurred*	Assumed Losses Incurred*	Ceded Losses Incurred*	Net Losses Incurred*
1.0	Fire	-	-	-	-
2.0	Allied Lines	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-
2.3	Federal Flood	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-
8.0	Ocean Marine	-	-	-	-
9.0	Inland Marine	-	-	-	-
10.0	Financial Guaranty	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-
12.0	Earthquake	-	-	-	-
13.0	Group A&H	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-
15.4	Non-Renew - Stated Reasons Only A&H	-	-	-	-
15.5	Other Accident Only	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-
15.7	All Other A&H	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-
16.0	Workers' Compensation	-	-	-	-
17.1	Other Liability	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-
23.0	Fidelity	-	-	-	-
24.0	Surety	-	-	-	-
26.0	Burglary and Theft	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-
28.0	Credit	-	-	-	-
28.0	Credit Disability	-	-	-	-
30.0	Warranty	-	-	-	-
34.0	Prepaid Legal	-	-	-	-
34.0	Bail Bonds	438,600	-	-	438,600
34.0	Glass	-	-	-	-
34.0	Title	-	-	-	-
34.0	Livestock	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-
34.0	Reinsurance	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
34.0	Other	-	-	-	-
Total		438,600	-	-	438,600
Verification from Net Premiums and Loss Development by LOB					438,600

* Include loss adjustment expenses.

California

Company Name: **Ullico Standard of America Casualty Company**
 (Property & Casualty Insurance Company)
 Net Premium and Loss Developments By Line of Business
 Amounts in Whole Dollars

Annual Statement Line	Description	Premiums Earned	2011 Losses Incurred*	Loss Ratio	Premiums Earned	2012 Losses Incurred*	Loss Ratio	Premiums Earned	2013 Losses Incurred*	Loss Ratio
1.0	Fire	-	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-	-
15.4	Non-Renew-States Reasons Only A&H	-	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-	-
34.0	Ball Bonds	2,867,000	157,700	6%	5,518,000	303,500	6%	7,974,300	438,600	6%
34.0	Glass	-	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-
Total		2,867,000	157,700	6%	5,518,000	303,500	6%	7,974,300	438,600	6%

* Include loss adjustment expenses.

California

Year 1 2011

Company Name: Ullico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Expense Allocation to Lines of Business Net of Reinsurance
 Amounts in Whole Dollars

Annual Statement Line	Premiums, Losses, Expenses and Percentages To Premiums Earned for Business Net of Reinsurance	Net Premiums Written	Net Premiums Earned		Net Losses Incurred		Loss Adjustment Expenses Incurred		Commission & Brokerage Expenses Incurred		Taxes, Licenses, & Fees Incurred		Other Acquisition Expenses Incurred		All Other Expenses Incurred	
		Amount	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
1.0	Fire	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.4	Non-Renew-Related Reasons Only A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27.0	Boller and Machinery	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Bail Bonds	3,822,600	2,867,000	100%	157,700	6%	-	0%	-	0%	1,259,300	44%	750,000	26%	-	0%
34.0	Glass	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total		3,822,600	2,867,000	100%	157,700	6%	0	0%	0	0%	1,259,300	44%	750,000	26%	0	0%

California

Year 2 2012

Company Name: Ullico Standard of America Casualty Company
 (Property & Casualty Insurance Company)
 Expense Allocation to Lines of Business Net of Reinsurance
 Amounts in Whole Dollars

Annual Statement Line	Premiums, Losses, Expenses and Percentages To Premiums Earned for Business Net of Reinsurance	Net Premiums Written	Net Premiums Earned	Net Losses Incurred	Loss Adjustment Expenses Incurred	Commission & Brokerage Expenses Incurred	Taxes, Licenses, & Fees Incurred	Other Acquisition Expenses Incurred	All Other Expenses Incurred
		Amount	Amount	Amount	Amount	Amount	Amount	Amount	Amount
1.0	Fire	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-
15.4	Non-Renew-Related Reasons Only A&H	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-
30.1	Warranty	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-
34.0	Bail Bonds	6,083,100	5,518,000	303,500	6%	-	2,423,800	44%	900,000
34.0	Glass	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-
Total		6,083,100	5,518,000	303,500	6%	0	2,423,800	44%	900,000

California
Year 3 2013

Company Name: Ulico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Expense Allocation to Lines of Business Net of Reinsurance
Amounts in Whole Dollars

Annual Statement Line	Premiums, Losses, Expenses and Percentages To Premiums Earned for Business Net of Reinsurance	Net Premiums Written	Net Premiums Earned	Net Losses Incurred		Loss Adjustment Expenses Incurred		Commission & Brokerage Expenses Incurred		Taxes, Licenses, & Fees Incurred		Other Acquisition Expenses Incurred		All Other Expenses Incurred		
		Amount	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
1.0	Fire	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.4	Non-Renew-States Reasons Only A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	7.3	-	-	-	-	-	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	1	-	-	-	-	-	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	15	-	-	-	-	-	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	19.2	-	-	-	-	-	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	19.3	-	-	-	-	-	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	1.4	-	-	-	-	-	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Ball Bonds	8,604,800	7,974,300	100%	438,600	6%	-	0%	-	0%	3,502,700	44%	1,080,000	14%	-	0%
34.0	Glass	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Tide	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total		8,604,800	7,974,300	100%	438,600	6%	0	0%	0	0%	3,502,700	44%	1,080,000	14%	0	0%

California
Year 1 2011

Company Name: Ullico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Expense Allocation to Lines of Direct Business Written
Amounts in Whole Dollars

Annual Statement Line	Premiums, Losses, Expenses and Percentages To Premiums Earned for Direct Business Written	Direct Premiums Written Amount	Direct Premiums Earned Amount	%	Direct Losses Incurred Amount	%	Loss Adjustment Expenses Incurred Amount	%	Commission & Brokerage Expenses Incurred Amount	%	Taxes, Licenses, & Fees Incurred Amount	%	Other Acquisition Expenses Incurred Amount	%	All Other Expenses Incurred Amount	%
1.0	Fire	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.4	Non-Renew-Stat'd Reasons Only A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Bail Bonds	3,822,600	2,867,000	100%	157,700	6%	0	0%	0	0%	1,259,300	44%	750,000	26%	0	0%
34.0	Glass	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total		3,822,600	2,867,000	100%	157,700	6%	0	0%	0	0%	1,259,300	44%	750,000	26%	0	0%
Verification from Planned Premium Volume by LOB Year 1.		3,822,600	2,867,000													

California
Year 2 2012

Company Name: Ullico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Expense Allocation to Lines of Direct Business Written
Amounts in Whole Dollars

Annual Statement Line	Premiums, Losses, Expenses and Percentages To Premiums Earned for Direct Business Written	Direct Premiums Written Amount	Direct Premiums Earned Amount	%	Direct Losses Incurred Amount	%	Loss Adjustment Expenses Incurred Amount	%	Commission & Brokerage Expenses Incurred Amount	%	Taxes, Licenses, & Fees Incurred Amount	%	Other Acquisition Expenses Incurred Amount	%	All Other Expenses Incurred Amount	%
1.0	Fire	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.4	Non-Renew-States Reasons Only A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Bail Bonds	6,083,100	5,518,000	100%	303,500	6%	0	0%	0	0%	2,423,800	44%	900,000	16%	0	0%
34.0	Glass	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total		6,083,100	5,518,000	100%	303,500	6%	0	0%	0	0%	2,423,800	44%	900,000	16%	0	0%
Verification from Planned Premium Volume by LOB Year 1.		6,083,100	5,518,000													

California
Year 3 2013

Company Name: Ullico Standard of America Casualty Company
(Property & Casualty Insurance Company)
Expense Allocation to Lines of Direct Business Written
Amounts in Whole Dollars

Annual Statement Line	Premiums, Losses, Expenses and Percentages To Premiums Earned for Direct Business Written	Direct Premiums Written		Direct Premiums Earned		Direct Losses Incurred		Loss Adjustment Expenses Incurred		Commission & Brokerage Expenses Incurred		Taxes, Licenses, & Fees Incurred		Other Acquisition Expenses Incurred		All Other Expenses Incurred	
		Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
1.0	Fire	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Allied Lines	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Multiple Peril Crop	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.3	Federal Flood	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.0	Farmowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.0	Homeowners Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.1	Commercial Multiple Peril (Non-Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.2	Commercial Multiple Peril (Liability Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.0	Mortgage Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8.0	Ocean Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9.0	Inland Marine	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10.0	Financial Guaranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1	Medical Professional Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Medical Professional Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.0	Earthquake	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13.0	Group A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.0	Credit A&H (Group & Individual)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.1	Collectively Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.2	Non-Cancellable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.3	Guaranteed Renewable A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.4	Non-Renew-Related Reasons Only A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.5	Other Accident Only	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.6	Medicare Title XVII exempt from state taxes or fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.7	All Other A&H	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.8	Federal Employees Health Benefits Program	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16.0	Workers' Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.1	Other Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17.3	Excess Workers Compensation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.1	Products Liability - Occurrence	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2	Products Liability - Claims Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.1	Private Passenger Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.2	Other Private Passenger Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.3	Commercial Auto No-Fault (PIP)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.4	Other Commercial Auto Liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.1	Private Passenger Auto Phys Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21.2	Commercial Auto Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22.0	Aircraft (All Perils)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23.0	Fidelity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24.0	Surety	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26.0	Burglary and Theft	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27.0	Boiler and Machinery	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28.0	Credit Disability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30.0	Warranty	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Prepaid Legal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Bail Bonds	8,604,800		7,974,300	100%	438,600	6%	0	0%	0	0%	3,502,700	44%	1,080,000	14%	0	0%
34.0	Glass	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Title	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Livestock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Industrial Extended Coverage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Multiple Peril	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Mobile Home Physical Damage	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Reinsurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
34.0	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total		8,604,800		7,974,300	100%	438,600	6%	0	0%	0	0%	3,502,700	44%	1,080,000	14%	0	0%
Verification from Planned Premium Volume by LOB Year 1.		8,604,800		7,974,300													

Discussion of the UCAA Pro Forma Financial Statements

This section provides a detailed discussion of the assumptions and results of the UCAA Pro Forma Financial Statements. For the purposes of discussion, it is assumed that the Company will commence operations at the beginning of 2011 and will generate all of its premiums through the Program Manager. Moreover, the projections assume that the Company's premiums are generated from bail bonds and that all premiums are written in California.

The Company will be a well capitalized surety that experiences from inception profitable growth, which reflects the consistently low loss ratios characteristic of well managed bail bond sureties. The low loss ratio assumptions and the favorable projected underwriting performance reflect the Program Manager's historic low losses, the indemnification that the Program Manager provides to the Company for any losses beyond the Contingent Reserve Account ("CRA"), which is also known in the industry as the Build-Up Fund, and the Program Manager's consistently excellent operational performance and financial condition since its inception in 2004.

A. Pro Forma Statutory Profit & Loss Statement

1. Premium Assumptions and Projections

Total bail bond premiums are calculated as the product of the number of bail bonds posted annually by the Program Manager, times the percentage of the Program

Manager's bail bonds attributable to Company, times the average bail bond liability, times the average bail bond premium rate. The Company is projected to write 42,111 bonds in 2011; 65,062 bonds in 2012; and 89,351 bonds in 2013. These amounts represent 50%, 75%, and 100% of the total number of bail bonds that the Program Manager expects to post in California, respectively, in 2011, 2012, and 2013. The total number of bail bonds posted annually by the Program Manager is projected to grow at 3.0% per annum during the projection period, essentially unchanged from the 3.1% per annum growth experienced from 2006 through 2010. Average bail bond liability is projected to increase 3.0% per annum, rising from \$18,050 per bail bond in 2011 to \$19,149 in 2013. During the five year period ended December 31, 2009, the Program Manager's average bail bond liability grew at 4.0% per annum. Thus, the Company's aggregate bail bond liability is projected to be \$760.1 million in 2011; \$1,209.6 million in 2012; and is \$1,711.0 million in 2013.

Total bail bond premiums are calculated as the aggregate bail bond liability per annum times the Program Manager's average premium rate of 9.4%. While the Program Manager charges the 10% standard rate on most bail transactions, it charges a California Department of Insurance authorized 8% rate on qualifying bail transactions (i.e. those transactions that qualify for the lower rate based on (i.) retention of private counsel within thirty days; (ii) union membership; and (iii.) active duty in or veteran of the armed services). Total bail premiums are projected at \$71.5 million in 2011; \$113.7 million in 2012; and \$160.8 million in 2013.

As is typically the case in the commercial bail bond business, the Program Manager that will undertake bail by posting bail bonds issued by the Company will retain the vast majority of total bail premiums to conduct its operations, which include monitoring failures to appear in court, tracking and apprehending fugitives, paying any summary judgments, and, indemnifying the Company for all losses in the event that funds in the Contingent Reserve Account are exhausted. Under the terms of the Program Manager Agreement, the Program Manager will keep 94.65% of the total bail bond premiums. This percentage level of total bail bond premiums retained is slightly higher than that of comparable bail-only sureties, which averaged 89.5% in 2009, with a range of 85.5% to 93.0%. (See Table 3 above.) The higher percentage of total bail bond premiums retained by the Program Manager implicitly reflects the price it charges to indemnify the Company for any losses beyond the Contingent Reserve Account. As a result, although the Company receives a smaller percentage of the total bail premiums, its exposure to potential loss has been significantly reduced. Following the example of American Contractors Indemnity Company, a California-domiciled insurer, which writes multiple lines of surety, including bail, the portion of the total bail bond premiums retained by the Program Manager is treated as a revenue item (i.e. an "Aggregate write-in for miscellaneous income") offset by an expense (i.e. a "Finance and service charge") in an equal amount, resulting in no impact to the surety's profitability. In the UCAA Pro Forma Financial Statements, this revenue and expense offset occurs in a single line ("Other Income") of the Pro Forma Statutory Profit & Loss Statement.

The remaining 5.35% of total bail bond premiums will be recognized as Direct Premiums Written by the Company. The 5.35% consists of 2.35% that is earmarked to pay California state premium taxes and 3.00% that represents a risk premium paid to the Company from which it will fund its bail surety operations. In 2011, Direct Premiums Written are projected to total \$3,822,600, growing to \$8,604,800 by 2013. The Company does not plan to assume or cede premiums. Thus, its Direct Premiums Written will equal its Gross Premiums Written and its Net Premiums Written.

The Company will account for premiums as earned three months after bail bonds are written. This accounting treatment is consistent with that of Lexington National Insurance, a prominent bail bond-only surety that is licensed in California. Thus, the Company will earn 75% of premiums written in any given accident year, while the remaining 25% of premiums written will be earned in the first quarter of the subsequent year. The Company will recognize Net Premiums Earned of \$2,867,000 in 2011, \$5,518,000 in 2012, and \$7,974,300 in 2013. The Company has projected a reserve of Unearned Premiums on its Pro Forma Statutory Balance Sheet at year end to reflect the 25% of premiums written but not earned. Unearned Premiums are estimated to total \$955,700 in 2011; \$1,520,800 in 2012; and \$2,151,200 in 2013.

2. Incurred Losses

During the three year projection period, the Company estimates a 5.5% per annum ratio of Net Loss and Loss Adjustment Expenses Incurred to New Premiums Earned ("Loss Ratio"). Net Losses Incurred of \$157,700 are projected in 2011, rising to

\$438,600 in 2013. This estimated Loss Ratio is slightly higher than the 3.0% average Loss Ratio experienced in 2009 by comparable sureties that specialize in bail bonds but is near the middle of the range of Loss Ratios, which ran from a low of 0.0% to a high of 10.5%, incurred by these sureties, as illustrated in Table 5 below.

<u>Surety</u>	<u>Net Prems Earned*</u>	<u>Loss Ratio</u>
Lexington National	12,787.8	3.8
American Surety	8,196.9	10.5
Accredited Surety	8,098.6	3.4
Sun Surety	2,302.0	0.0
Universal Fire	2,293.2	0.0
Roche Surety	2,259.7	0.0
Average		3.0
Median		1.7
High		10.5
Low		0.0

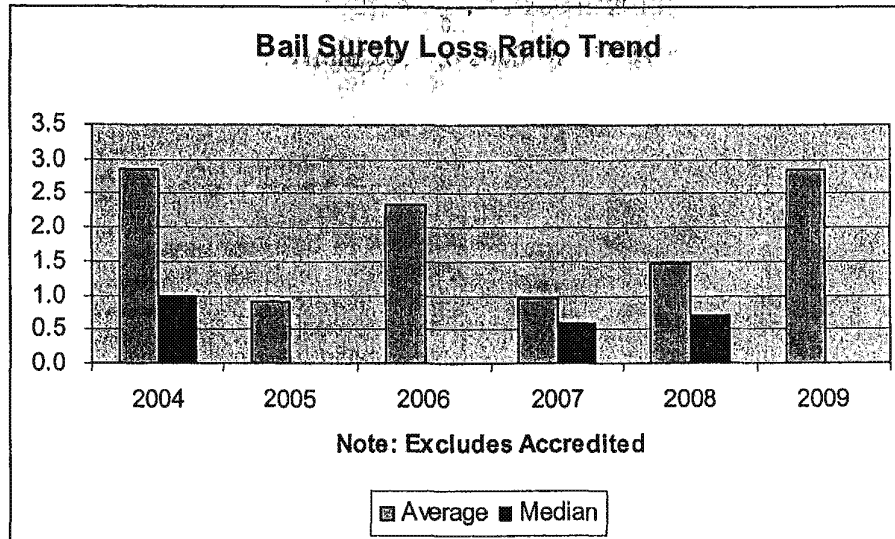
* Amounts in \$ 000s

Source: Company Annual Statements and AM Best

The Company believes that its Loss Ratio assumptions are cautious and that its actual Net Losses Incurred during the forecast period might be lower than the projected Net Incurred Losses for several reasons. First, it is not at all uncommon in the commercial bail industry for bail sureties consistently to experience loss ratios at or just slightly above 0.0%. As Chart 1 below indicates, the mean of the average annual Loss Ratios of bail bond-only sureties from 2004 to 2009 was 1.9%, while the median of the average loss ratios was 0.4% during the period. (Note that Accredited was dropped from this chart. While AM Best has indicated that Accredited has never incurred a loss related

to a bail bond, this company's annual Loss Ratio averaged 14.2% during the six year period ending 2009 due to losses incurred in its other non-contract commercial surety business, primarily notary and other miscellaneous commercial bonds.)

Chart 1



Second, well run retail bail companies that specialize in bail generate consistently low losses. The Program Manager with which Company will contract is the largest and certainly among the best managed in the United States, and thus the Company believes that its loss experience might be better than these industry averages. The Program Manager's proprietary information technology systems that manage its underwriting and claims not only give it a clear advantage over its competitors but also have allowed management to generate low loss ratios that fall consistently within the Contingent Reserve Account contribution rate. Loss payments up to the level of the Contingent Reserve Account contribution rate are thus pre-funded. Moreover, the Program Manager Agreement specifies that the Contingent Reserve Account contribution rate can be adjusted up or down to cover anticipated losses based on actuarial experience. The

Company will license this management information system to monitor the Program Manager's performance and to help manage its growth. By contrast, despite their excellent average loss experience, other sureties that specialize in bail bonds aggregate the loss exposure of many small, relatively inefficient retail bail companies, which do not have the financial and managerial wherewithal to put sophisticated real-time underwriting and claims systems in place.

3. Other Underwriting Expenses

Like other comparable bail bond sureties, the Company will incur a high ratio of Other Underwriting Expenses as a percent of Net Premiums Written ("Expense Ratio") compared to that of property and casualty insurance companies. The Company projects Other Underwriting Expenses Incurred, including Other Contractual Agreements, to be \$2,009,300 in 2011, increasing to \$4,582,700 in 2013. Its expense ratio is estimated to be 52.56% in 2011, increasing slightly to 53.26% in 2013. (Please note that the 2013 ratio of Other Underwriting Expenses to Net Premiums Written is 0.00% in the UCAA Pro Forma Statutory Profit & Loss Statement due to an incorrect formula saved in a protected cell.) In 2009, the six bail bond surety peers reported Expense Ratios that ranged from 58.1% to 104.9% and averaged 80.2%, as indicated in Table 6 below. It is important to note that included in the expense ratios reported by several of these sureties that specialize in bail bonds were fees and commissions paid to affiliates for services rendered that exceeded 50.0% of net premiums written. Like the majority of the bail bond surety peers, the Company expects to pay fees to the Program Manager for various management services provided. However, under the contemplated

Administrative Services Agreement with the Program Manager, which is reflected in the line Other Contractual Agreement in the UCAA Pro Forma Statutory Profit & Loss Statement, the Company is projected to pay IT and other management services, including office space, totaling an estimated \$150,000 in 2011, which equals 3.9% of net premiums written. Premium taxes represent a significant part of the Company's estimated Other Underwriting Expenses Incurred. In 2011, the Company's projected state premium taxes will total \$1,259,300, increasing to \$3,502,700 in 2013.

Table 6

2009 Bail Surety Expense Ratio

<u>Surety</u>	<u>Net Premiums Written</u>	<u>Expense Ratio</u>
Lexington National	13,484.6	58.1
American Surety	8,213.0	86.6
Accredited Surety	7,681.3	89.5
Sun Surety	2,302.0	64.6
Roche Surety	2,297.8	77.6
Universal Fire	2,293.2	104.8
Average		80.2
Median		82.1
High		104.8
Low		58.1

* Amounts in \$ 000s

Source: Company Annual Statements and AM Best

4. Net Investment Income

The Company projects Net Investment Income of \$97,000 in 2011, increasing to \$165,000 in 2013. Net Investment Income for any given projection year is the product of

the assumed net investment yield and average invested assets during that year. Seventy five percent of the investment portfolio is assumed to be invested in five year US Treasury Notes yielding 2.19% as of February 25, 2011, while the remaining twenty-five percent of the portfolio is assumed to be invested in cash and cash equivalents yielding 12 basis points. No realized gains are assumed. The calculation of invested assets is discussed below in the section on the Pro Forma Statutory Balance Sheet. The Company is in the process of engaging an investment advisor to assist in management of the bond portfolio.

5. Net Operating Income Before and After Taxes

The Company is projected to generate Net Operating Income Before Taxes of \$796,900 in 2011, \$2,017,200 in 2012, and \$3,118,000 in 2013. A 40% tax rate is assumed throughout the projection period. Thus, the Company estimates Net Operating Income After Taxes of \$478,200 in 2011; \$1,210,300 in 2012; and \$1,870,800 in 2013.

B. Pro Forma Statutory Balance Sheet

1. Admitted Assets

(a) Invested Assets

The Company projects Non-affiliated Invested Assets of \$6,575,700 in 2011, rising to \$11,173,500 in 2013. Non-affiliated Invested Assets are estimated as follows.

Seventy five percent of the initial \$5,000,000 investment, i.e. \$3,750,000, will be invested in a portfolio of medium term US Treasury Notes, and the twenty five percent, will be held in cash and cash equivalents. The projections assume that each year going forward seventy five percent of Net Cash from Operations will added to the prior year end balance of the bond portfolio. The remaining twenty five percent of Net Cash from Operations will be added to the prior year end balance of cash and cash equivalents. During the three year projection period, no Cash from Financing and Miscellaneous Sources is contemplated, and no dividends will be paid. Please see Pro Forma Statutory Cash Flow Statement below for an explanation of Cash from Operations, Cash from Investments, and Cash from Financing and Miscellaneous Sources.

(b) All Assets Other than Investments

All Assets Other than Investments comprise the Annual Statement asset entitled "Aggregate write-ins for other than invested assets" (Page 2, Line 23, Column 3), which are short term liquid invested assets held in trust by the Company for the benefit of the Program Manager to support the Annual Statement liability identified as "Amounts withheld or retained by company for account of others" (Page 3, Line 14, Column 1), which is the Contingent Reserve Account, also known as the Build-up Fund. Please see below the discussion of All Other Liabilities.

2. Liabilities

(a) Losses

Losses of \$141,900 are projected for 2011, rising to \$463,000 by 2013. For any given year, Losses are estimated as the sum of the prior years' Losses plus Net Losses Incurred (Pro Forma Statutory Profit & Loss Statement, Line 2) and less Loss and Loss Adjustment Expenses Paid (Pro Forma Statutory Cash Flow Statement). As explained above, Net Losses Incurred are calculated as Net Premiums Earned times the estimated Loss Ratio of 5.5%. The payout pattern of Net Losses Incurred in any given accident year is estimated as follows: 10% in the first year, 67.5% in the second year, and 22.5% in the third year. This estimated payout pattern is based upon the prior six year operating experience of the Program Manager. It is assumed that Loss Adjustment Expenses will be incurred and paid by the Program Manager rather than the Company.

(b) Unearned Premiums

Unearned Premiums are estimated in any given year as the sum of the prior year end balance plus the difference between Net Premiums Written and Net Premiums Earned during the current year. It is assumed that seventy five percent of Net Premiums Written in any given year are earned during the year written, and the remaining twenty five percent are earned in the second year. Thus, in any given year, this reserve increases by the 25% of net premiums that are written but not earned that year and decreases by the 25% of the prior year net premiums that were written but not earned the preceding year. Unearned Premiums total \$955,700 in 2011; \$1,520,800 in 2012; and \$2,151,200 in 2013.

(c) All Other Liabilities

All Other Liabilities consist of the Annual Statement liability identified as “Amounts withheld or retained by company for account of others” (Page 3, Line 14, Column 1) (“Amounts Withheld”). Amounts Withheld indicate the funds contributed, as well as any interest earned, by the Program Manager to the Contingent Reserve Account, which is held in trust by the Company for the benefit of the Program Manager.

According to the Program Manager Agreement, the Program Manager will contribute 7.0% of total bail premiums to the Contingent Reserve Account to prefund expected losses on summary judgments and related expenses. The Company will reimburse the Program Manager for incurred losses out of the Contingent Reserve Account up to the 7% threshold. Depending upon the Program Manager’s actual loss experience, the 7.0% contribution rate to the Contingent Reserve Account can be increased or decreased to cover future anticipated losses. Amounts Withheld is offset on the Pro Forma Statutory Balance Sheet by All Assets Other than Investments which comprise the Annual Statement asset entitled “Aggregate write-ins for other than invested assets” (Page 2, Line 23, Column 3).

In the Pro Forma Statutory Balance Sheet, Amounts Withheld are calculated as the prior year’s ending balance plus 7.0% of the current year’s total bail bond premiums less funds released during the current year to pay for summary judgments and related expenses. The release pattern for Amounts Withheld in any given year is estimated as 11% in the first year, 61% in the second year, and 28% in the third year. This release pattern is based upon the experience of the Program Manager during the past 6 years.

Amounts Withheld, as well as the assets held in trust backing this item, are estimated to total \$4,451,400 in 2011; \$8,484,100 in 2012; and \$12,248,700 in 2013.

(d) Total Liabilities

Total Liabilities are projected to be \$5,548,900 in 2011, increasing to an estimated \$14,862,900 by 2013.

3. Capital and Surplus

The Company's projected Capital and Surplus consists of Common Stock, Gross Paid In and Contributed Surplus, and Unassigned Surplus. Common Stock increases by the initial \$5.0 million investment. Gross Paid In and Contributed Surplus remains unchanged at \$0.0 during the project period. No additional capital contributions are anticipated as Capital and Surplus is projected to grow sufficiently to support the increase in Net Premiums Written. Unassigned Surplus increases each year by Net Operating Income After Taxes. No Stockholder Dividends will be paid out of Unassigned Surplus during the three year projection period. Unassigned Surplus is \$478,200 in 2011; \$1,688,500 in 2012; and \$3,559,300 in 2013. Thus, Capital and Surplus totals \$5,478,200 in 2011; 6,688,500 in 2012; and \$8,559,300 in 2013. Calculated Risk-Based Capital, which is defined as Total Adjusted Capital divided by Authorized Control Level Risk-Based Capital is 706% in 2011, 514% in 2012, and 479% in 2013. The level of

Calculated Risk-Based Capital declines during the projection period as the Company increases the percentage of the Program Manager's premiums that it writes but is projected to stabilize near 500% in subsequent years. (The Company's Calculated Risk-Based Capital conforms to the "2009 NAIC RBC Property and Casualty Forecasting & Instructions" manual.) The ratios of Gross and Net Written Premiums to Surplus are 69.8% in 2011, 90.9% in 2012, and 100.5% in 2013. These leverage ratios rise during the projection period as the Company increases the percentage of the Program Manager's premiums that it writes but are also expected to stabilize near the 2013 level in subsequent years.

C. Pro Forma Statutory Cash Flow Statement

The Company projects Cash from Operations of \$1,575,700 in 2011; \$1,942,100 in 2012; and \$2,655,600 in 2013. The Company intends to invest seventy five percent of the initial \$5,000,000 investment and seventy five percent of Cash from Operations in medium term US Treasury Notes. Thus, Cash from Investments will total (\$4,931,800) in 2011, \$(1,456,600) in 2012, and \$(1,991,700) in 2013, representing a use of cash. Cash from Financing and Miscellaneous Sources will be limited to the initial investment of \$5,000,000 in 2011. The Company anticipates no additional capital investments to support the growth of the business, which will be self financing after the initial \$5,000,000 investment. Thus, the Net Change in Cash, Cash Investments and Short-

Term Investments total \$1,644,000 in 2011; \$485,500 in 2012; and \$663,900 in 2013, resulting in Balance Sheet cash balances of \$1,644,000 in 2011; \$2,129,500 in 2012; and \$2,793,400 in 2013.

Ulico Standard of America Casualty Company

Bail Bond Rate & Risk Classification Criteria

The Following Rates Will Be Charged On All Bail Bonds

State of California

State Bonds:

All bail bonds, except Qualified Bail Bonds as defined below, are to be rated as follows:

- Bonds up to and including \$499.00 in liability will be charged \$50.00, plus \$15.00
- Bonds over \$499.00 in liability will be charged 10% of the penal amount, plus \$15.00

Qualified Bail Bonds:

Bail bonds may be qualified for preferred rating in the following circumstances:

- Individuals who have retained counsel;
- Individuals who are members of a qualified labor union; and
- Individuals who are active duty members of the U.S. Armed Services, who are veterans of the U.S. Armed Services, and who are immediate families of active duty and veteran members of the U.S. Armed Services. Immediate families are defined as parents, children, and spouses.

Qualified Bail Bonds are to be rated as follows:

- Bonds up to and including \$600.00 in liability will be charged \$50.00, plus \$15.00
- Bonds over \$600.00 in liability will be charged 8% of the penal amount, plus \$15.00

Bail Bond Minimum Premium:

A minimum premium charge of \$50.00 applies per bond. The \$15.00 is not included in the calculation of the minimum premium.

Renewal Premium:

No annual renewal premium will be charged.

FORM NUMBERFORM TITLE

✓AL-10	Application for Surety Bail Bond
✓UL-0100	Indemnity Agreement for Surety Bail Bond 4pgs.
✓AL-0101	Amendment to Indemnity Agreement
✓ALGC	General Conditions of Bail
✓UL-0202	Disclosure Statement
✓UL-0200	Deed of Trust
✓UL-0201	Authorization Re Deed of Trust
UL-0001	Bail Bond Face Sheet
✓UL-0600	Indemnitor Order of Surrender
✓UL-0700	Bail Bond Rates
✓UL-0601	Authorization to Arrest
✓UL-0002	Appeal Bail Bond WITHDRAWN
UL-0003	Indictment Bail Bond WITHDRAWN
✓AL-PN	Promissory Note
✓UL-0401-01	Bail Bond Power of Attorney
✓UL-0401-02	Statement of Charges
✓UL-0401-03	Receipt for Collateral Deposited
✓AL-SBP1	Supervised Bail Program
✓AL-SBP2	Supervised Bail Program
✓ALSC-60	Statement of Charges (BMA)
✓ALPR-61	Payment Receipt (BMA)

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